SUBMIT IN TRIPLICATE *

2141		SIMI	LS
DEPARTMEN	O TV	F THE	INTERIOR

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5. LEASE	DESIGNATION	AND	SERIAL	N

,	DEPARTMENT OF	THE INTERIOR			5. LEASE DESIGNATIO	N AND SERIAL NO.
	BUREAU OF LAND				UTU	-75118
1a TYPE OF WORK DRILL B TYPE OF WELL	FOR PERMIT TO DEEPEN		N, OR PLUC	BAC	6. IF INDIAN, ALLOTTE na 7. UNIT AGREEMENT !	
OIL GAS WELL WELL	OTHER	ZONE MULT	IPLE ZONE		8. FARM OR LEASE NA na	ME
· · · · · · · · · · · · · · · · · · ·	Exploration Compa	ny			9. WELL NO. Bonanza 6-22	2-9-24
	na Suite 2000 Houst			-	10. FIELD OR LEASE N	
at surface 1842' FNL 8	ation clearly and in accordance with any & 1969' FWL SENW &	53441X 40.	023540		11. Sec., T., R., M., OR AND SURVEY OR ARE	BLK
	ECTION FROM NEAREST TOWN OR P	431708 \ 10 ost office*	9.201900		Sec. 22, T9S,	H 13. STATE
15. DISTANCE FROM PROPOSED	outh of Vernal, UT	116. NO. OF ACRES IN LEA	SE 17	NO. OF ACI	Uintah RES ASSIGNED	Utah
LINE , FT. (Also to nearest drig. Unit		1,960		TO THIS W	/ELL. 40	
16. DISTANCE FROM PROPOSED TO NEAREST WELL, DRILLING CO OR APPLIED FOR, ON THIS LEAS	OMPLETED.	19. PROPOSED DEPTH	<u> </u>	Rotary o	R CABLE TOOLS	
21. ELEVATION (SHOW WHETHE 5,448' GR	R DF. RT, GR, etc.)				22. APPROX. DATE WO	
	PROPOSED C	ASING AND CEMENT	PROGRAM			
	IZE OF CASING WEIGHT PER FO		1		Y OF CEMENT	
		2000'		779 s	ks	
7 7/8" 4	1/2" 11.6#	T.D.		600 s	ks	
	 ator requests perm		l the subject	well.	Please find	the attached

William A Ryan 290 S 800 E Vernal, UT 84078 435-789-0968

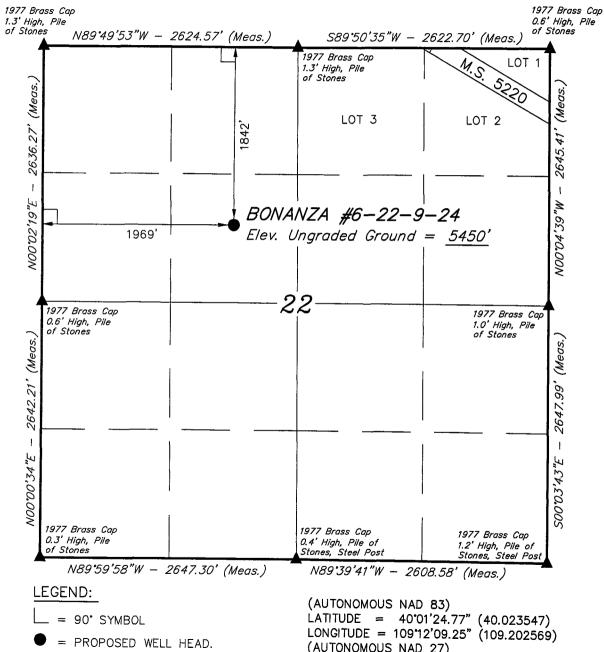
CONFIDENTIAL

IN ABOVE SPACE DESCI productive zone. If proposi blowout preventer program	RIBE PROPOSED PROGRAM: If proposed in to deep al is to drift or deepen directional, give pertinent data o n, if any.	en or plug back, give data on proposed productive z on subsurface location and measure and true vertical	one and proposed new depths. Give	·
24 SIGNATURE	William A. Ryan	Agent	DATE	9.22.05
(This space for F	43-047A3784	APPROVAL DATE		
APPROVED BY CONDITIONS OF APPROV	WAL IF MY SOUTH OF THE SECOND	BRADLEY G. HI	LL DATE	09-27-05
				RECEIVED

*See Instructions on Reverse Side

SEP 2 6 2005

T9S. R24E. S.L.B.&M.



= SECTION CORNERS LOCATED.

(AUTONOMOUS NAD 27) LATITUDE = $40^{\circ}01'24.89"$ (40.023581) LONGITUDE = $109^{\circ}12'06.83''$ (109.201897)

THE HOUSTON EXPLORATION COMPANY

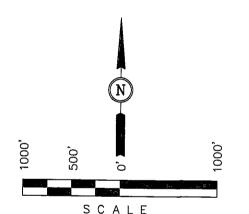
Well location, BONANZA #6-22-9-24, located as shown in the SE 1/4 NW 1/4 of Section 22, T9S, R24E, S.L.B.&M. Uintah County, Utah.

BASIS OF ELEVATION

BENCH MARK (45EAM) LOCATED IN THE SW 1/4 OF SECTION 34, T8S, R24E, S.L.B.&M. TAKEN FROM THE BONANZA QUADRANGLE, UTAH, UINTAH COUNTY, 7.5 MINUTE SERIES (TOPOGRAPHICAL MAP) PUBLISHED BY THE UNITED STATES DEPARTMENT OF THE INTERIOR, GEOLOGICAL SURVEY. SAID ELEVATION IS MARKED AS BEING 5350 FEET.

BASIS OF BEARINGS

BASIS OF BEARINGS IS A G.P.S. OBSERVATION.



CERTIFICATE

THIS IS TO CERTIFY THAT THE ABOVE TO THE AND ARE FIELD NOTES OF ACTUAL SURVEYS WARDEN ME OR UNITED SUPERVISION AND THAT THE SAME ARE TRUE AND CORRECT THE THE SAME ARE TRUE AND CORRECT TH BEST OF MY KNOWLEDGE AND BEEN

LAND SURVEYING UINTAH ENGINEERING & 85 SOUTH 200 EAST _ VERNAL. UTAH 84078

(435) 789-1017

SCALE DATE SURVEYED: DATE DRAWN: 1" = 1000'06-30-05 07-08-05 PARTY REFERENCES N.H. D.S. P.M. G.L.O. PLAT WEATHER FILE

WARM

THE HOUSTON EXPLORATION COMPANY

SELF-CERTIFICATION STATEMENT

The following self-certification statement is provided per Federal requirements dated June 15, 1988.

Please be advised that The Houston Exploration Company are considered to be the operator of the following well.

Bonanza 6-22-9-24 Section 22, T.9S, R.24E. SE 1/4, NW 1/4 Lease UTU-75118 Uintah County, Utah

The Houston Exploration Company is responsible under the terms and conditions of the lease for the operations conducted upon the lease lands.

Bond UTB-000062 provides state-wide bond coverage on all Federal lands.

William A. Ryan

Agent

Rocky Mountain Consulting

290 S. 800 E.

Vernal UT 84078

435-789-0968 Office

435-828-0968 Cell

435-789-0970 Fax

rmcwar@hotmail.com

Ten Point Plan

The Houston Exploration Company

Bonanza 6-22-9-24

Surface Location SE 1/4 NW 1/4, Section 22, T. 9S., R. 24E.

1. Surface Formation

Green River

2. Estimated Formation Tops and Datum:

Formation	Depth	Datum
Green River	Surface	+5,448' G.L.
Uteland Butte Limestone	3,720	+1,728'
Wasatch	3,810	+1,638'
Mesaverda	5,560	-112'
Buck Tounge	6,985	-1,537'
Castlegate	7,055	-1,607'
TD	7,050	-1,602'

A 11" hole will be drilled to 2,000' +/-. The hole depth will depend on the depth that the Birds Nest Zone is encountered. The hole will be drilled 400' beyond the top of the Birds Nest.

3. Producing Formation Depth:

Formation objective includes the Green River, Wasatch, Mesaverde and its submembers.

Off Set Well information

Permitted/Drilled:

Bonanza 5-22-9-24 Bonanza 10-22-9-24 Bonanza 11-22-9-24 Bonanza 13-22-9-24 Bonanza 14-22-9-24 Bonanza 15-22-9-24 Bonanza 16-22-9-24

Producing Wells:

B #2D-27

Abandon Wells:

B #12A-22

4. Proposed Casing:

Hole	Casing	,		Coupling	Casing	
<u>Size</u>	<u>Size</u>	Weight/FT	<u>Grade</u>	& Tread	Depth	New/Used
11	8 5/8	36#	J-55	STC	2000	NEW
7 7/8	4 ½	11.6#	N-80	LTC	T.D.	NEW

Cement Program:

The Surface Casing will be cemented to the Surface as follows:

Lead:	Casing <u>Size</u>	Cement Type	Cement Amounts	Cement <u>Yield</u>	Cement Weight
Tail:	8 5/8	Primium Lite II .05#/sk Static Free .25#/sk Cello Flake 5#/sk KOL Seal .002 gps FP-6L 10% Bentonite .5% Sodium Metasili 3% Potassium Chlori	cate	3.38ft³/sk	11.0 ppg
	8 5/8	Class "G" 2% Calcium Chloride .25#/sk Cello Flake		1.2ft³/sk	15.6 ppg
Top Jo	b:				
	8 5/8	4% Calcium Chloride .25#/sk Cello Flake	200 sks. +/	-1.10ft³/sk	15.6 ppg

Production casing will be cemented to 2,500' or higher as follows:

	Casing <u>Size</u>	Cement <u>Type</u>	Cement Amounts	Cement <u>Yield</u>	Cement Weight
Lead:					
	4 1/2	Premium Lite II .25#/sk Cello Flake .05#/sk Static Free 5#/sk Kol Seal 3% Potassium Chlor .055 gps FP-6L 10% Bentonite .5 Sodium Metasilica		3.3ft³/sk	11.0 ppg

Tail:

4 1/2 Class "G" 400 sks +/- 1.56ft³/sk 14.3 ppg
.05% Static Free
2 Sodium Chloride
.1% R-3
2% Bentonite

5. BOP and Pressure Containment Data:

The anticipated bottom hole pressure will be less than 3000 psi.

A 3000-psi WP BOP system as described in the BOP and Pressure Containment Data (attached) will be installed and maintained from the 8 5/8" surface casing. The BOP system including the casing will be pressure tested to minimum standards set forth in "On Shore Order #2". The BOP will be mechanically checked daily during the drilling operation.

6. Mud Program:

Interval	Mud weight <u>lbs./gal.</u>	Viscosity Sec./OT.	Fluid Loss M1/30 Mins.	Mud Type
0-2000 2000-T.D.	Air/Clear Water 8.4-12.0	30	No Control 8-10	Water/Gel Water/Gel

7. Auxiliary Equipment

Upper Kelly cock, full opening stabbing valve, 2 ½" choke manifold and pit level indicator.

8. Testing, Coring, Sampling and Logging:

a) Test: None are anticipated.

b) Coring: There is the possibility of sidewall coring.

c) Sampling: Every 10' from 2000' to T.D.

d) Logging: Type Interval

DLL/SFL W/GR and SP T.D. to Surf. Csg FDC/CNL W/GR and CAL T.D. to Surf. Csg

9. Abnormalities (including sour gas):

No abnormal pressures, temperatures or other hazards are anticipated. Oil and gas shows are anticipated in the Wasatch Formation. Other wells drilled in the area have not encountered over pressured zones or H2S.

10. Drilling Schedule:

The anticipated starting date is $\underline{09/30/2005}$. Duration of operations is expected to be 30 days.

THE HOUSTON EXPLORATION COMPANY

13 POINT SURFACE USE PLAN

FOR WELL

BONANZA 6-22-9-24

LOCATED IN SE 1/4 NW 1/4

SECTION 22, T. 9S, R24E, S.L.B.&M.

UINTAH COUNTY, UTAH

LEASE NUMBER: UTU-75118

SURFACE OWNERSHIP: FEDERAL

1. Existing Roads:

To reach The Houston Exploration Co well Bonanza #6-22-9-24 in Section 22, T9S, R23E, starting in Vernal, Utah.

Proceed in an easterly, then southerly direction from Vernal, **Utah along US Highway 40** approximately 3.9 miles to the junction of State Highway 45; exit right and proceed in a southerly, then southeasterly direction approximately 36.6 miles on State Highway 45 to the junction of this road and an existing road to the west; turn right and proceed in a westerly, then northwesterly direction approximately 2.5 miles to the junction of this road an the beginning of a rehabilitated road to the north; follow road flags in a northerly direction approximately 0.2 miles to the beginning of the proposed access for the B. 5-22-9-24 to the northeast: follow road flags in a northeasterly direction approximately 0.2 miles to the beginning of the proposed access to the east; follow road flags in an easterly direction approximately 0.25 miles to the proposed location.

Total distance from Vernal, Utah to the proposed well location is approximately 43.65 miles.

All existing roads to the proposed location are State of Utah, BLM maintained or County Class D roads. Please see the attached map for additional details.

2. Planned access road

The proposed access road will be approximately 1320' +/- of new construction on lease. The road will be graded once per year minimum and maintained.

A) Approximate length	1320 ft
B) Right-of-Way width	30 ft
C) Running surface	18 ft
D) Surface material	Native soil
E) Maximum grade	5%
F) Fence crossing	None
G) Culvert	None
H) Turnouts	None
I) Major cuts and fills	None
J) Road Flagged	Yes
K) Access road surface	ownership
	Federal
L) All new construction	on lease
	Yes
M) Pipe line crossing	No

Please see the attached location plat for additional details.

An off lease Right-of-Way will not be required.

All surface disturbances for the road and location will be within the lease boundary.

3. Location of existing wells

The following wells are located within a one-mile radius of the location site.

- A) Producing well Bonanza 2D-27
- B) Water well

None

C) Abandoned well Bonanza 12A-22

D) Temp. abandoned well	None
E) Disposal well	None
F) Drilling /Permitted well	
Bonanza 15-22-9-24	
Bonanza 10-22-9-24	
Bonanza 11-22-9-24	
Bonanza 5-22-9-24	
Bonanza 13-22-9-24	
Bonanza 14-22-9-24	
Bonanza 16-22-9-24	
G) Shut in wells	None
H) Injection well	None
I) Monitoring or observation	ı well

None

Please see the attached map for additional details.

4. Location of tank batteries, production facilities and production gathering service lines.

All production facilities are to be contained within the proposed location site. Please see the attached plat plan for a typical gas well separator installation and well site piping.

All permanent (on site for more than six months or longer) structures constructed or installed will be painted a Carlsbad Canyon color. Facilities required to comply with O.S.H.A. (Occupational Safety and Health Act) will be excluded. The required paint color is Carlsbad Canyon.

All tanks will be surrounded by a dike of sufficient capacity to contain the storage capacity of the largest tank in the battery. The integrity of the dike will be maintained.

The operator will adhere to all site security guidelines and regulation identified in 43 cfr 3126.7.

All off lease storage, off lease measurement, commingling on lease or off lease, of production, will have prior written approval form the authorized officer.

If the well is capable of economic production a surface gas line will be required.

Approximately 1332' +/- of 3" steel surface gas gathering pipeline will be constructed on Federal Lands as determined at the onsite on 9/14/2005 with Karl Wright. due to shallow soils and bedrock sandstone. The pipeline will tie into the proposed gathering line in Sec. 22, T11S, R24E. A permanent width of 15' will be required for the pipeline and a temporary width of 30' for construction for one week will be required. The pipeline will be strung and boomed to the south of the access road and to the north and west of the location.

An off lease Right-of-Way will not be required.

Please see the attached location diagrams for pipe-line location. There will be no additional surface disturbances required for the installation of a gathering line.

The gas meter run will be located within 500' of the wellhead. The gas line will be buried or anchored down from the wellhead to the meter.

Meter runs will be housed and/or fenced.

The gas meter will be calibrated and the tank strapped in place prior to any deliveries. Tests for meter accuracy will be conducted monthly for the first three months on new meter installations and at least quarterly thereafter. The authorized officer will be provided with a date and time for the initial meter calibration and all future meterproving schedules. A copy of the meter calibration report will be submitted to the BLM's Vernal District office and State of Utah. Division of Oil, Gas, and Mining. All measurement facilities will conform to API (American Petroleum Institute) and AGA (American Gas Association) standards for gas and liquid hydrocarbon measurement.

5. Location and type of water supply

Water for drilling and cementing will come from The White River at the Bonanza Bridge, Permit # - T75376.

6. Source of construction materials

All construction material for this location site and access road shall be borrow material accumulated during construction of the location site and access road. Additional road gravel or pit lining material will be obtained from private resources.

7. Methods for handling waste disposal

A) Pit construction and liners:

The reserve pit will be approximately 12 ft. deep and most of the depth shall be below the surface of the existing ground Please see the attached plat for details.

The reserve pit will be lined.

The reserve pit will be used to store water for drilling. A semi-closed system will be used to drill the well. All fresh water for drilling will come from a frac tank placed on location and from the rig tank. The pit will be used to hold non-flammable materials such as cuttings, salt, drilling fluids, chemicals, produced fluids, etc.

B) Produced fluids:

Produced water will be confined to the reserve pit, or if deemed necessary, a storage tank for a period not to exceed 90 days after initial production. During the 90-day period an application for approval for permanent disposal method and location will be submitted to the authorized officer.

C) Garbage:

A trash cage fabricated from expanded metal will be used to hold trash on location and will be removed to an authorized landfill location.

D) Sewage:

A portable chemical toilet will be supplied for human waste.

E) Site clean-up:

After the rig is moved off the location the well site area will be cleaned and all refuse removed.

8. Ancillary facilities

There are no ancillary facilities planned at this time and none are foreseen for the future.

Well-site layout

Location dimensions are as follows:

A) Pad length	345 ft
B) Pad width	235 ft
C) Pit depth	12 ft
D) Pit length	150 ft
E) Pit width	75 ft
F) Max cut	17.5 ft
G) Max fill	8.3 ft
H) Total cut yds. 10	0,640 cu yds
T) Deal at	

- I) Pit location east end
- J) Top soil location

north & south ends

K) Access road location

south end

L) Flare Pit

corner C

Please see the attached location diagram for additional details.

All pits will be fenced according to the following minimum standards:

- A) Thirty nine inch net wire shall be used with at least one strand of wire on top of the net wire. Barbed wire is not necessary if pipe or some type of reinforcement rod is attached to the top of the entire fence.
- B) The net wire shall be no more than 2 inches above the ground. The barbed wire shall be 3 inches above the net wire. Total height of the fence shall be at leas 42 inches.
- C) Corner posts shall be cemented and/or braced in such a manner to keep the fence tight at all times.
- D) Standard steel, wood or pipe posts shall be used between the corner braces. Maximum distance between any two posts shall be no greater than 16 ft.
- E) All wire shall be stretched by using a stretching device before it is attached to the corner posts.

Plans for restoration of the surface

Prior to construction of the location, the top 6 inches of soil material will be stripped off the location and the pit area. The topsoil removed and piled will amount to approximately 1,730 cubic yards of material. Topsoil will be stockpiled in one distinct pile. Placement of the topsoil is noted on the attached location plat. The topsoil pile from the location will be seeded as soon as the soil is stock piled with the seed mix listed. When all drilling and completion activities have been

completed and the pit back-filled the topsoil from the pit area will be spread on the pit area. The pit area will be seeded when the soil has been spread. The unused portion of the location (the area outside the dead men) will be re-contoured.

The dirt contractor will be provided with an approved copy of the surface use plan prior to construction activities.

Changes to the drainage during the construction activities shall be restored to its original line of flow or as near as possible when the pit is back-filled

All disturbed areas will be recontoured to the approximate natural contours. Prior to back filling the pit the fences around the reserve pit will be removed.

The reserve pit will be reclaimed within 90 days of well completion. If the reserve pit has not dried sufficiently to allow back filling, an extension on the time requirement for back filling the pit will be requested. Once reclamation activities have begun, they shall be completed within 30 days.

After the reserve pit has been reclaimed, no depressions in the soil covering the reserve pit will be allowed. The objective is to keep seasonal rainfall and run off from seeping into the soil used to cover the reserve pit. Diversion ditches and water bars will be used to divert the run off as needed.

When restoration activities have been completed, the location site and new access road cuts and shoulders shall be reseeded. Prior to reseeding, all disturbed areas will be scarified. And left with a rough surface.

A) Seeding dates:

Seed will be spread when topsoil is stock piled and when reclamation work is performed.

The seed mix and quantity list will be used whether the seed is broadcast or drilled.

B) Interim Seed Mix:

4#/acre

Forage Kochia

4#/acre

Crested Wheat Grass

4#/acre

Thread & Needle Grass

A final seed mix will be provided by the Authorized Officer in the Conditions of Approval.

11. Surface ownership:

Access road
Location
Pipe line

Federal Federal Federal

12. Other information:

A) Vegetation

The vegetation coverage is Slight. The majority of the existing vegetation consists of Sagebrush. Rabbit brush, Bitter Brush, and Indian Rice grass are also found on the location.

B) Dwellings:

There are no dwelling or other facilities within a one-mile radius of the location.

C) Archeology:

The location has been surveyed. A copy of that survey will be forwarded to your office.

If, during operations, any archaeological or historical sites, or any objects of antiquity (subject to the antiquities act of June 8, 1906) are discovered, all operations which would affect such sites will be suspended and the discovery reported promptly to the surface management agency.

D) Water:

The nearest water is the White River located approximately 4 miles to the South.

E) Chemicals:

No pesticides, herbicides or other possible hazardous chemicals will be used without prior application.

F) Notification:

a) Location Construction

- At least forty eight (48) hours prior to construction of location and access roads.
- b) Location completion Prior to moving on the drilling rig.
- c) Spud notice
 At least twenty-four (24)
 hours prior to spudding
 the well.
- d) Casing string and cementing
 At least twenty-four (24) hours prior to running casing and cementing all casing strings.
- e) BOP and related equipment tests At least twenty-four (24) hours prior to initial pressure tests.
- f) First production notice Within five (5) business days after the new well begins, or production resumes after well has been off production for more than 90 days.

G) Flare pit:

The flare pit will be located in **corner** C of the reserve pit out side the pit fences and 100 feet from the bore hole on the east side of the location. All fluids will be removed from the pit within 48 hours of occurrence.

13. Lessees or Operator's representative and certification

A) Representative

William A. Ryan Rocky Mountain Consulting Vernal, UT 84078

Office

435-789-0968

Fax

435-789-0970

Cellular

435-828-0968

All lease and/or unit operations will be conducted in such a manner that full compliance is made with all applicable laws, regulations, onshore oil and gas orders, and any applicable notices to lessees. The operator is fully responsible for the actions of his subcontractors. A copy of these conditions will be furnished to the field representative to ensure compliance.

This drilling permit will be valid for a period of one year from the date of approval.

After permit termination, a new application will be filed for approval for any future operations.

B) Certification:

I hereby certify that I, or persons under my direct supervision, have inspected the proposed drill-site and access route, that I am familiar with the conditions which presently exist, that the statements made in this plan are, to the best of my knowledge and belief, true and correct, and that the work associated with the operation proposed herein will be preformed by The Houston Exploration Company and its contractors and subcontractors

in conformity with this plan and terms and conditions with this plan and the terms and conditions under which it is approved.

Date <u>09/21/2005</u>

William A. Ryan, Agent Rocky Mountain Consulting

Onsite Dates: 9/14/2005

Statement of use of Hazardous Materials

No chemical(s) from the EPA's consolidated list of Chemicals subject to Reporting under Title III of the Superfund Amendments and Reauthorization, Act (SARA) of 1986 will be used, produced, transported, stored, disposed, or associated with the proposed action. No extremely hazardous substances, as defined in 40 cfr 355, will be used, produced, stored, transported, disposed, or associated with the proposed action.

If you require additional information please contact:

William A Ryan Agent for The Houston Exploration Company Rocky Mountain Consulting 290 S 800 E Vernal, UT 84078

435-789-0968 Office 435-828-0968 Cell 435-789-0970 Fax

THE HOUSTON EXPLORATION COMPANY

BONANZA #6-22-9-24

LOCATED IN UINTAH COUNTY, UTAH SECTION 22, T9S, R24E, S.L.B.&M.

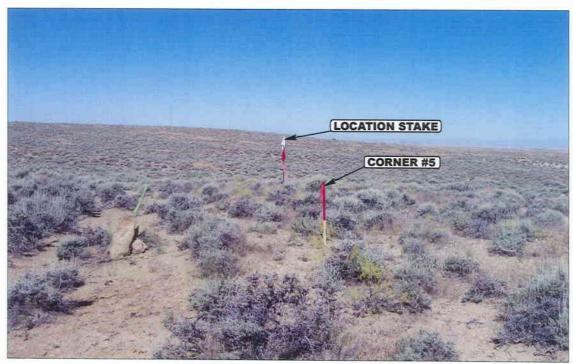


PHOTO: VIEW FROM CORNER #5 TO LOCATION STAKE

CAMERA ANGLE: SOUTHWESTERLY

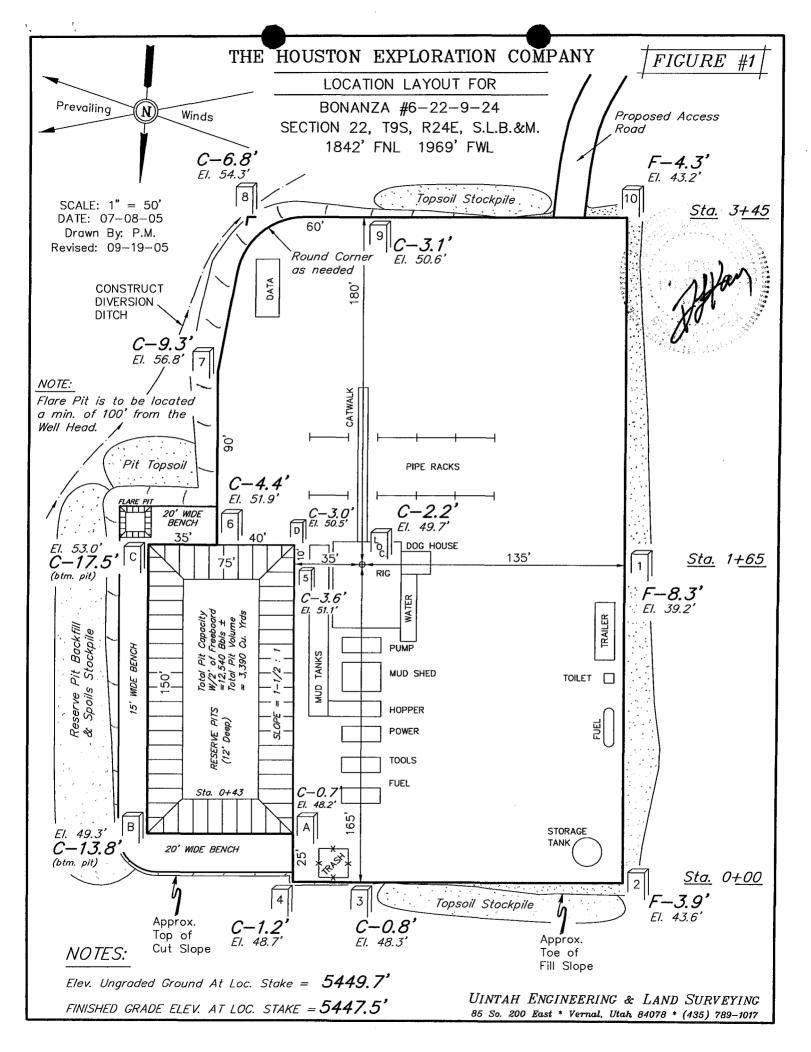


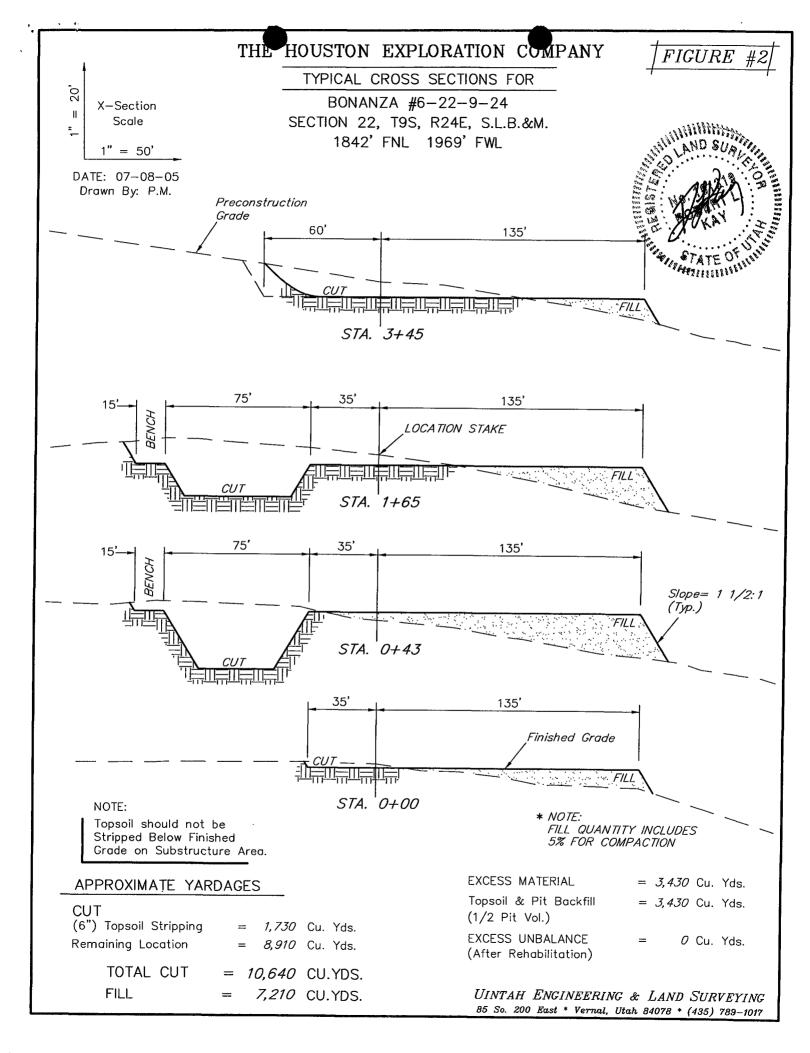
PHOTO: VIEW FROM BEGINNING OF PROPOSED ACCESS

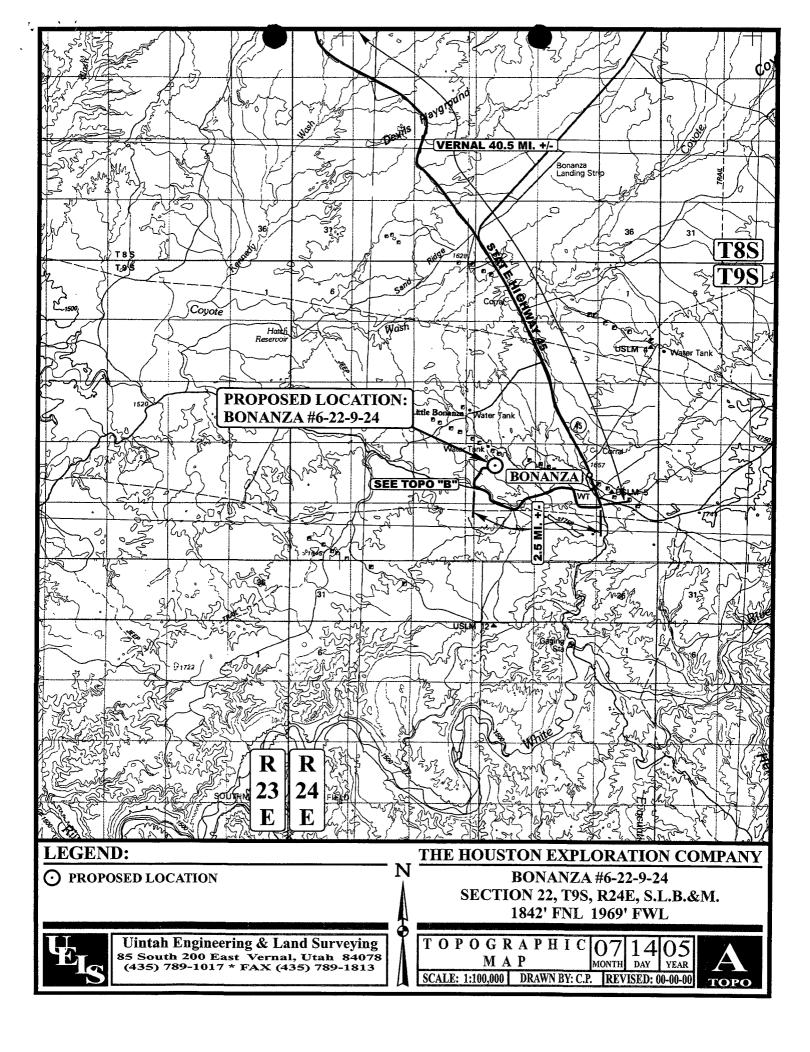
CAMERA ANGLE: EASTERLY

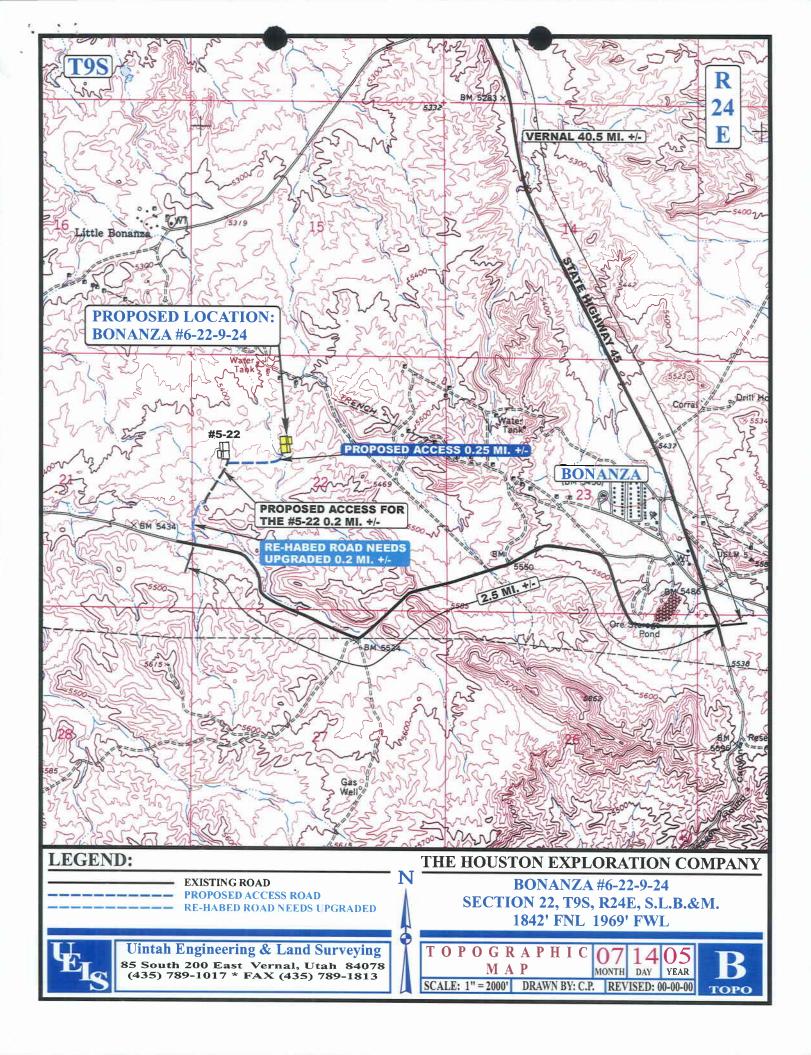


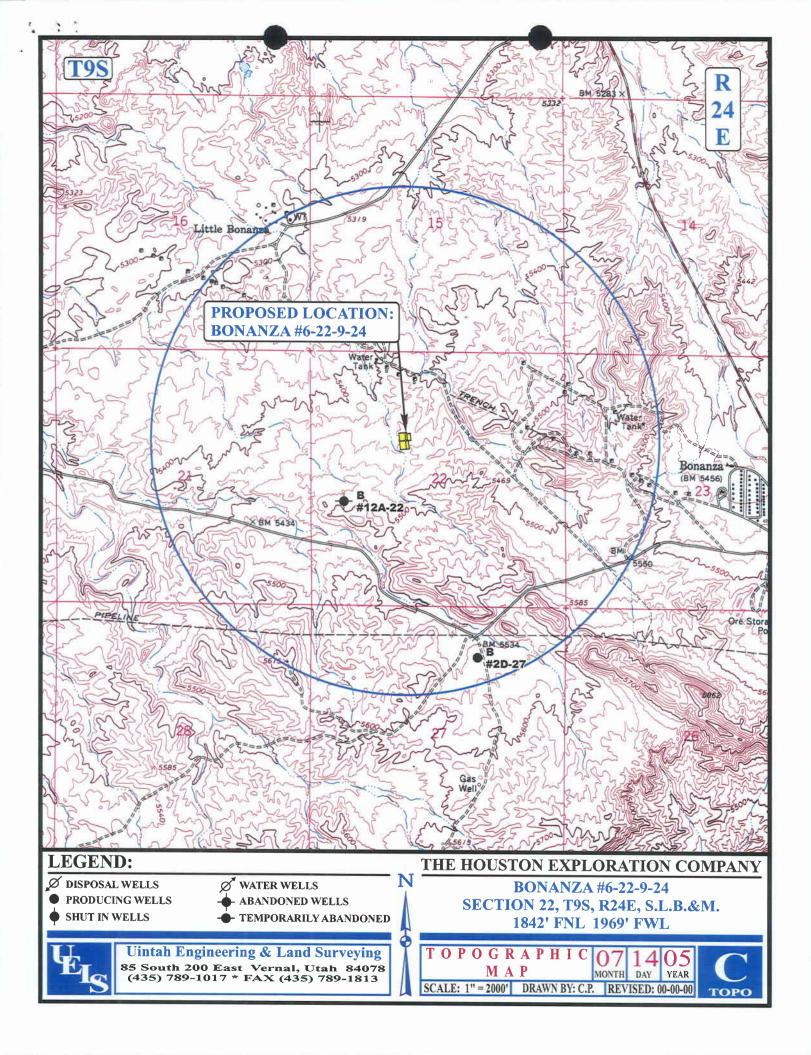
LOCATION PHOTOS 07 14 05 YEAR TAKEN BY: N.H. DRAWN BY: C.P. REVISED: 00-00-00

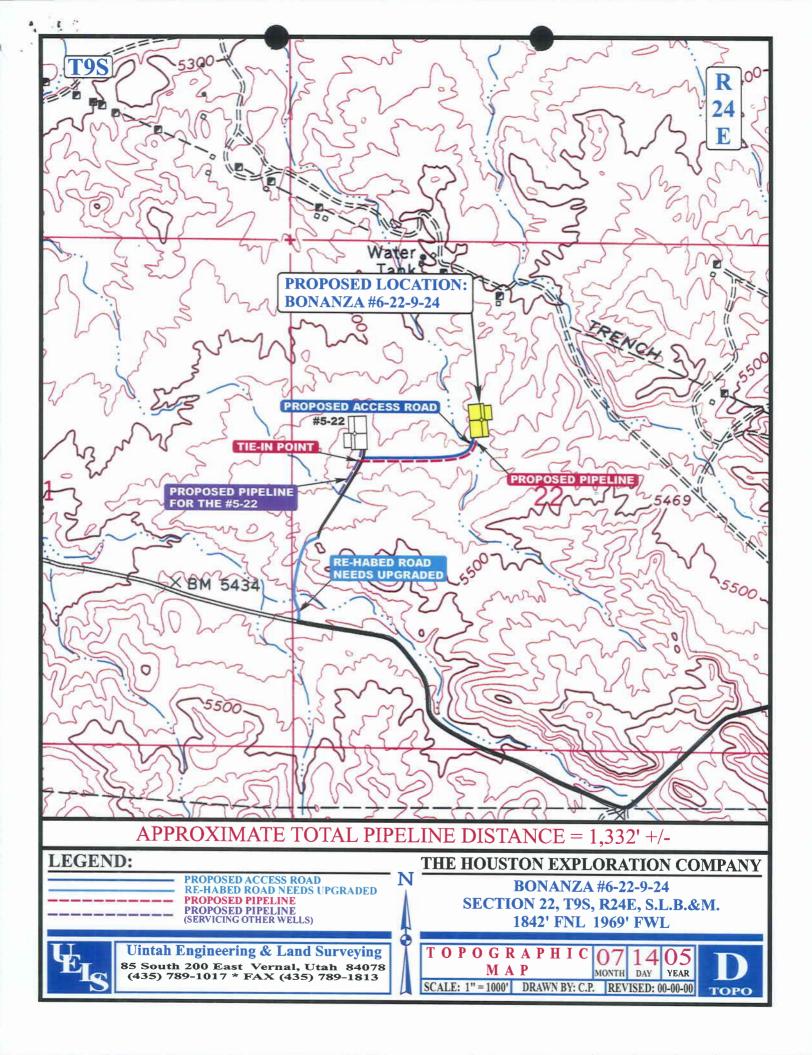






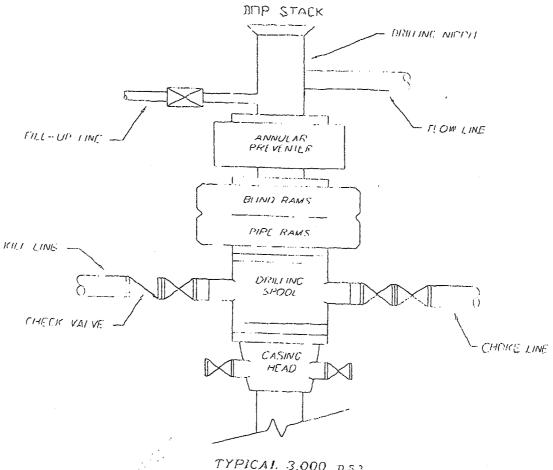




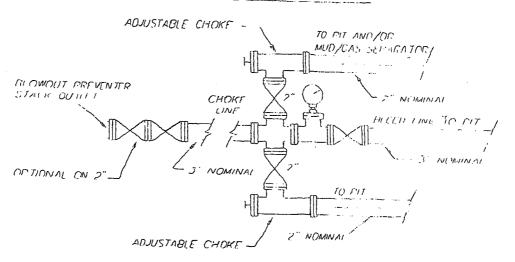


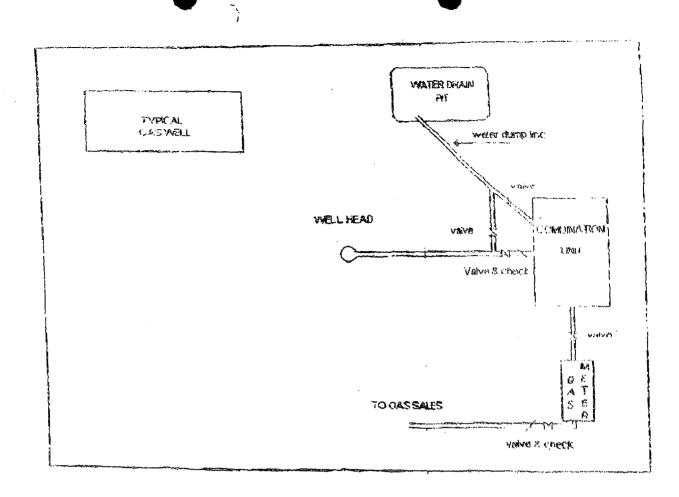
THE HOUSTON EXPLORATION COMPANY

TYPICAL 3,000 p.s.z. BLOWOUT PREVENTER SCHEMATIC

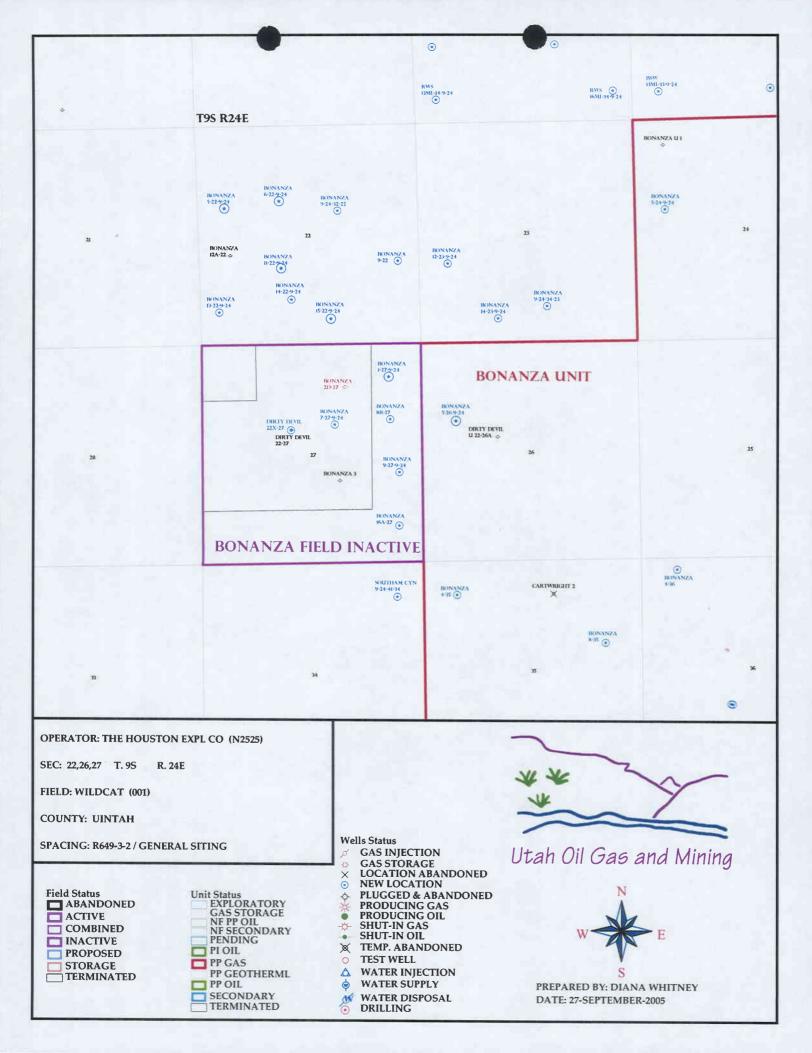


TYPICAL 3.000 ps2. CHOKE MANIFOLD SCHEMATIC





APD RECEIVED: 09/26/2005	API NO. ASSIGNED: 43-047-37184
WELL NAME: BONANZA 6-22-9-24 OPERATOR: HOUSTON EXPLORATION CO, (N2525) CONTACT: BILL RYAN	PHONE NUMBER: 435-789-0968
PROPOSED LOCATION:	
SENW 22 090S 240E SURFACE: 1842 FNL 1969 FWL	INSPECT LOCATN BY: / /
BOTTOM: 1842 FNL 1969 FWL	Tech Review Initials Date
UINTAH	Engineering
WILDCAT (1)	Geology
LEASE TYPE: 1 - Federal LEASE NUMBER: UTU-75118	Surface
SURFACE OWNER: 1 - Federal PROPOSED FORMATION: CSLGT COALBED METHANE WELL? NO	LATITUDE: 40.02354 LONGITUDE: -109.2019
RECEIVED AND/OR REVIEWED: / Plat / Bond: Fed[1] Ind[] Sta[] Fee[] (No. UTB-000062) Potash (Y/N) Oil Shale 190-5 (B) or 190-3 or 190-13 / Water Permit (No. T75376) RDCC Review (Y/N) (Date:) NA Fee Surf Agreement (Y/N) Intent to Commingle (Y/N)	LOCATION AND SITING: R649-2-3. Unit R649-3-2. General
STIPULATIONS: 1- Ledera Opprovat 2- Spacing Stip	



STATE OF UTAH **DEPARTMENT OF NATURAL RESOURCES** DIVISION OF OIL GAS AND MINING

DIVISION OF OIL, GAS AND MINING	5. LEASE DESIGNATION AND SERIAL NUMBER:
SUNDRY NOTICES AND REPORTS ON WELLS	6. IF INDIAN, ALLOTTEE OR TRIBE NAME:
Do not use this form for proposals to drill new wells, significantly deepen existing wells below current bottom-hole depth, reenter plugged wells, or to drill horizontal laterals. Use APPLICATION FOR PERMIT TO DRILL form for such proposals.	7. UNIT or CA AGREEMENT NAME:
1. TYPE OF WELL OIL WELL GAS WELL OTHER	8. WELL NAME and NUMBER: See Attached List
2. NAME OF OPERATOR:	9. API NUMBER:
The Houston Exploration Company N2525 3. ADDRESS OF OPERATOR: PHONE NUMBER:	A FIELD AND SOON OF THE PROPERTY OF THE PROPER
1100 Louisiana,Ste 2000 CITY Houston STATE TX ZIP 77002 (713) 830-6938	10. FIELD AND POOL, OR WILDCAT:
4. LOCATION OF WELL	
FOOTAGES AT SURFACE: See Attached List	соинту: Uintah
QTR/QTR, SECTION, TOWNSHIP, RANGE, MERIDIAN:	STATE: UTAH
11. CHECK APPROPRIATE BOXES TO INDICATE NATURE OF NOTICE, REPORT	RT, OR OTHER DATA
TYPE OF SUBMISSION TYPE OF ACTION	
NOTICE OF INTENT ACIDIZE DEEPEN	REPERFORATE CURRENT FORMATION
(Submit in Duplicate) ALTER CASING FRACTURE TREAT Approximate date work will start: CASING REPAIR NEW CONSTRUCTION	SIDETRACK TO REPAIR WELL
Effective	TEMPORARILY ABANDON
9/1/05 CHANGE TO PREVIOUS PLANS OPERATOR CHANGE 9/1/05 CHANGE TUBING PLUG AND ABANDON	TUBING REPAIR
SUBSECUENT DEPORT	VENT OR FLARE
(Submit Original Form Only) CHANGE WELL NAME PLUG BACK PRODUCTION (START/RESUME)	WATER CHATE
Date of work completion: COMMINGLE PRODUCING FORMATIONS RECLAMATION OF WELL SITE	WATER SHUT-OFF
CONVERT WELL TYPE RECOMPLETE - DIFFERENT FORMATION	OTHER:
Enduring Resources, LLC Operator #N 2750 475 17th Street, Ste 1500 Denver, CO 80202 Contact: Frank Hutto 303-350-5102 Utah State Bond #RLB0008031 Signature & Title Date	S, etc.
On Ali	eneral Manager Onshore
SIGNATURE DATE 9/2/2005	
This snare for State use only. A DDD OX 2000	RECEIVED

(5/2000)

Division of Oil, Gas and Mining Earlene Russell, Engineering Technician ENDURING RESOURCES

(This space for State use only) APPROVED 913913005

*AS AMENDED 10/11/05 APPROVED BY GREG DAVIS OF SEP 2 6 2005

HOUSTON EXPLORATION AND

ALVIN ARLIAN OF

DIV. OF OIL, GAS & MINING

Houston Exploration Co to Enduring Resources, LLC Amended List approved 10/11/2005 Effective 9/1/05

	$\overline{}$										
well_name (DOGM)	sec	twsp	rng	api (DOGM)	entity	lease	well	stat	flag	l_num	unit
SOUTHMAN CYN 3-5	05	100S	240E	4304736107		Federal	GW	APD		UTU-81204	
SOUTHMAN CYN 6-6	06	100S	240E	4304736108		Federal	GW	APD		UTU-81204	
SOUTHMAN CYN 8-6	06	100S	240E	4304736109		Federal	GW	APD		UTU-81204	
BONANZA 14-22-9-24	22			4304737158		Federal	GW	APD	C	UTU-75118	
BONANZA 13-22-9-24	22	090S	240E	4304737159		Federal	GW	APD	С	UTU-75118	
BONANZA 9-27-9-24	27	090S	240E	4304737160		Federal	GW	APD	С	UTU-80571	
BONANZA 7-27-9-24	27	090S	240E	4304737161		Federal	GW	APD	С	UTU-80571	
E BENCH 3-17-11-22	17	110S	220E	4304737162		Federal	GW	APD	C	UTU-73920	
E BENCH 1-17-11-22	17	110S	220E	4304737163		Federal	GW	APD	С	UTU-73920	
E BENCH 16-17-11-22	17	110S	220E	4304737164		Federal	GW	APD	C	UTU-73920	
BONANZA 5-22-9-24	22	090S	240E	4304737181	<u> </u>	Federal	GW	APD	С	UTU-75118	
BONANZA 15-22-9-24		090S	240E	4304737182		Federal	GW	APD	С	UTU-75118	
BONANZA 11-22-9-24	22	090S	240E	4304737183		Federal	GW	APD	C	UTU-75118	
BONANZA 6-22-9-24				4304737184		Federal	GW	APD	С	UTU-75118	
BONANZA 1-27-9-24	27	090S	240E	4304737186		Federal	GW	APD	С	UTU-80571	
E BENCH 5-17-11-22	17	110S	220E	4304737187		Federal	GW	APD	С	UTU-73920	
E BENCH 7-17-11-22	17	110S	220E	4304737188		Federal	GW	APD	C	UTU-73920	
ASPHALT WASH 9-9-11-24	09	110S	240E	4304737189		Federal	GW	APD	С	UTU-73920	
ASPHALT WASH 15-16-11-24	16	110S	240E	4304737190		State	GW	NEW	С	ML-47080	
BONANZA 5-26-9-24	26	090S	240E	4304737185		Federal	GW	APD	С	UTU-75118	BONANZA

TRANSFER OF OPERATOR

NATURAL BUTTES FIELD, UINTAH COUNTY, UTAH DRILLED WELLS, TO BE OPERATED BY ENDURING RESOURCES, LLC

API Well Numbe	r Well Name	Well Status	Qtr/Qtr	Section	Township-Range	FNL/FSL	FEL/FWL	Latitude	Longitude
43047355550000	Bonanza #10D-18	SI	NWSE	18	9S-24E	1437 S	1800 E	40.03340	-109.25282
43047355510000	Bonanza #12D-12	Producing	NWSW	12	9S-23E	1556 S	867 W	40.04788	-109.28055
43047356930000	Bonanza #2D-27	Producing	NWNE	27	9S-24E	1064 N	1824 E	40.01123	-109.19600
43047359080000	Bonanza 10-11	Producing	NWSE	11	9S-23E	1991 S	1755 E	40.04866	-109.29035
43047356920000	Bonanza 10D-8	SI	NWSE	8	9S-24E	1510 S	1768 E	40.04789	-109.23383
43047355520000	Bonanza 1-11	Producing	NWNW	11	9S-23E	990 N	990 E	40.05431	-109.29891
43047359290000		Drlg	NWSW	20	9S-25E	1998 S	825 W	40.01947	-109.13150
	Bonanza 12A-18	Producing	NWSW	18	9S-24E	2067 S	813 W	40.03430	-109.26242
43047359090000	Bonanza 14-12	Evaluating	SESW	12	9S-23E	505 S	2001 W	40.04455	-109.27693
43047359940000	Bonanza 4-18	WOPL	NWNW	18	9S-24E	706 N	682 W	40.04119	-109.26288
43047-356220000	Bonanza 4D-16	Producing	NWNW	16	9S-24E	1152 N	1209 W	40.04000	-109.22349
43047358600000	Bonanza 6-36	Producing	SENW	36	9S-24E	2217 N	2009 W	39.99336	-109.16393
43047359120000	Bonanza 6B-8	Producing	SENW	8	9S-24E	2017 N	1878 W	40.05213	-109.24004
43047359200000	Bonanza 8D-7	Producing	SENE	7	9S-24E	1992 N	477 E	40.05220	-109.24845
43047359050000	Buck Canyon 15-24	P&A	SW/SE	24	12S-21E	700 S	2139 E	39.75386	-109.5134
43047348150000	Cartwright 2-35	TA	NWNE	35	9S-24E	858 N	2104 E	39.99733	-109.17882
43047332510000	East Bench 11-16	WOC	NESW	16	11S-22E	s s	1980 W	39.85889	-109.46172
43047347560000	Hoss 15	Producing	SWSE	20	9S-25E	1291 S	2088 E	40.01767	-109.12236
43047348140000	Little Joe 11-7	TA	NENE	7	9S-25E	710 N	644 E	40.05562	-109.13601
43047361500000	Rainbow 14-17	WOC	SESW	17	11S-24E	780 S	1726 W	39.85689	-109.25731
43047361840000	Rainbow 2-16	WOC	NWNE	16	11S-24E	837 N	2136 E	39.86708	-109.23348
43047353630000	Southman Canyon 10D-36	Producing	NWSE	36	9S-23E	1757 S	1650 E	39.98991	-109.27148
43047353640000	Southman Canyon 12D-36	Producing	NWSW	36	9S-23E	1518 S	1069 W	39.98977	-109.28040
43047357700000	Southman Canyon 14C-36	Producing	SESW	36	9S-23E	648 S	1717 W	39.98689	-109.27716
43047357720000	Southman Canyon 16C-36	Producing	SESE	36	9S-23E	542 S	736 E	39.98607	-109.26912
43047356910000	Southman Canyon 2D-30	Producing	NWNE	30	9S-24E	1171 N	1502 E	40.01111	-109.25269
43047353650000	Southman Canyon 2D-36	Producing	NWNE	36	9S-23E	960 N	1751 E	39.99711	-109.27228
43047353610000	Southman Canyon 4D-36	Producing	NWNW	36	9S-23E	1163 N	1137 W	39.99623	-109.28012
43047353620000	Southman Canyon 6D-36	Producing	SENW	36	9S-23E	2466 N	2271 W	39.99336	-109.27635
43047357710000	Southman Canyon 8C-36	Producing	SENE	36	9S-23E	2185 N	694 E	39.99358	-109.26783
43047355590000	Thurston Federal #12-1	Producing	SESW	12	12S-21E	692 S	1959 W	39.78280	-109.51768



NEW OPERATOR: Enduring Resources, LLC EFFECTIVE DATE: September 1st, 2005

	T		T	Г .	Lanna		
Well Name	Q/Q	Sec	_T		Lease	F. 4. 88 11 5	
		Sec		R	Number	Footages f/ Sec Lines - SL	API Number
Asphalt Wash 19-7	SW/SW	7	113	24E	UTU-73010	739' FSL & 629' FWL	43-047-36234
Bonanza 16-18	SE/SE	18	98	24E	UTU-73457	861' FSL & 715' FEL	43-047-35992
Bonanza 4-11	NW/NW	11	98	23E	UTU-74426	671' FNL & 729' FWL	43-047-35968
Bonanza 10D-12	NW/SE	12	98	23E	UTU-74426	1,785' FSL & 1,855' FEL	43-047-35919
Bonanza 12-11	NW/SW	11	98	23E	UTU-74426	1748' FSL & 420' FWL	43-047-35916
Bonanza 14-18	SE/SW	18	9\$	24E	UTU-73457	472' FSL & 2,010' FWL	43-047-35993
Bonanza 14A-8	SE/SW	8	98	24E	UTU-73457	907' FSL & 2,298' FWL	43-047-35952
Bonanza 16A-27	SE/SE	27	98	24E	UTU-80571	862' FSL & 581' FEL	p 43-047-35923
Bonanza 2-21	NW/NE	21	88	25E	UTU-73470	1,207' FNL & 1,541' FEL	43-047-35926
Bonanza 3-8	NW/NW	8	98	24E	UTU-73457	573' FNL & 1,518' FWL	43-047-35966
Bonanza 6D-7	SE NW	7	98	24E	UTU-73457	2,310' FNL & 2,310' FWL	43-047-35690
Bonanza 8-11	SE/NE	11	98	23E	UTU-74426	2,163 FNL & 615' FEL	43-047-35907
Bonanza 8B-27	SE/NE	27	98	24E	UTU-80571	1,830' FNL & 735' FEL	43-047-35923
Buck Camp 4-25	NW/NW	25	115	22E	UTU-74424	804 FNL & 695 FWL	43-047-36276
Buck Camp 4-26	NW/NW	26	118	22E	UTU-74974	660' FNL & 660' FWL	43-047-36274
Buck Canyon 1-24	NE/NE	24	128	21E	UTU-73440	488' FNL & 833' FEL	43-047-35606
Buck Canyon 15-24	SW/SE	24	128	21E	UTU 73440	700' FSL & 2,139' FEL	# 43-047-35905
Busk Canyon 7-24	SW/NE	24			UTU-73440	2,041' FNL & 2,171' FEL	43-047-35904
Buck Canyon 9-24	NE/SE	24			UTU-73440	1784' FSL & 855' FEL	43-047-35904
Rainbow 1-17	NE/NE	17	118	24E	UTU-73920	795' FNL & 586' FEL	43-047-36151
Southman Canyon #14-30	SE/SW	30	98	24E	UTU-80571	740' FSL & 1,737' FWL	43-047-35151
Southman Canyon #4C-30	NW/NW	30	98	24E	UTU-80571	676' FNL & 568' FWL	43-047-35914
Southman Canyon 12-30	NW/SW	30	98	24E	UTU-80571	1,912' FSL & 513' FWL	43-047-35913
Southman Canyon 8-30	SE/NE	30	98	24E	UTU-80571	1,875' FNL & 818' FEL	43-047-35104
Southman Canyon 9-30	NE/SE	30	98	24E	UTU-80571	2,089' FSL & 831' FEL	43-047-35994

* 43047-35906 • 43047-35953

NEW OPERATOR: Enduring Resources, LLC **EFFECTIVE DATE:** September 1st, 2005

		1		,	· · · · · · · · · · · · · · · · · · ·				
Well Name	0/0	6	_	_	Lease	Footages f/ Sec Lines -	45111		Well
	Q/Q	Sec	T	R	Number	SL	API Number	FIELD	Type
Asphalt Wash 11-16-11-24	NESW	16	115	24E	ML-73921	2000 FSL & 1900 FWL	43-047-37088	Undesignated	Gas
Asphalt Wash 12-16-11-24	NWSW	16	115	24E	ML-47080	2060 FSL & 839 FWL	43-047-36873	Undesignated	Gas
Asphalt Wash 14-16-11-24	SESW	16	118	24E	ML-47080	537 FSL & 2140 FWL	43-047-36876	Undesignated	Gas
Asphalt Wash 3-16-11-24	NENW	16	115	24E	ML-47080	825 FNL & 2116 FWL	43-047-36886	Undesignated	Gas
Asphalt Wash 4-16-11-24	NWNW	16	115	24E	ML-47080	521 FNL & 766 FWL	43-047-36885	Undesignated	Gas
Asphalt Wash 5-16-11-24	SWNW	16	115	24E	ML-47080	1880 FNL & 630 FWL	43-047-37089	Undesignated	Gas
Asphalt Wash 7-16-11-24	SWNE	16	115	24E	ML-47080	1781 FNL & 1676 FEL	43-047-36874	Undesignated	Gas
Asphalt Wash 8-16-11-24	SENE	16	115	24E	ML-47080	1905 FNL & 642 FEL	43-047-36875	Undesignated	Gas
Bonanza 14-20	SESW	20	98	25E	ML-45558	838' FSL & 1,922' FWL	43-047-35930	Chapita Wells	Gas
Bonanza 4-20 Bonanza 4-29	NWNW	20	98	25E	ML-45558	933' FNL & 583 FWL	43-047-35924	Chapita Wells	Gas
	NWNW	29	98	25E	ML-45559	600' FNL & 596' FWL	43-047-36010	Chapita Wells	Gas
Bonanza 4-36 Bonanza 6-20	NWNW	36	98	24E	ML-46527	258' FNL & 862' FWL	43-047-35861	Natural Buttes	Gas
Buck Canyon 9-16-12-21	SENW	20	98	25E	ML-45558	2,178' FNL & 1,839' FWL	43-047-35928	Chapita Wells	Gas
	NESE	-16	125	21E	ML-47085	1980' FSL & 660' FEL	43-047-37091	Buck Canyon	- Gas-
Buck Canyon 11-16-12-21	NESW	16	125	21W	ML-47085	NA	43-047-37119	Undesignated	Gas
Buck Canyon 13-16-21-21	SWSW	16	215	21W	ML-47085	NA	43-047-37118	Undesignated	Gas
Buck Canyon 15-16-12-21 East Bench 1-16	SWSE NENE	16	125	21W	ML-47085	NA CONTENT O CONTENT	43-047-37120	Buck Canyon	Gas
East Bench 15-16		16	115	22E	ML-46911	660' FNL & 660' FEL	43-047-36126	Undesignated	Gas
East Bench 3-16	SWSE	16	115	22E	ML-46911	545' FSL & 1,848' FEL	43-047-36128	Undesignated	Gas
East Bench 7-16	NENW	16	115	22E	ML-46911	832' FNL & 1,978' FWL	43-047-36125	Undesignated	Gas
East Bench 12-16-11-22	SWNE	16	118	22E	ML-46911	1,909' FNL & 1,643' FEL	43-047-36127	Undesignated	Gas
East Bench 13-16-11-22	NWSW	16	115	22E	ML-46911	1862 FSL & 838 FEL	43-047-37128	Undesignated	Gas
East Bench 14-16-11-22	SWSW	16	118	22E	ML-46911	880 FSL & 750 FWL	43-047-37130	Undesignated	Gas
East Bench 16-16-11-22	SESW	16	115	22E	ML-46911	848 FSL & 1930 FWL	43-047-37122	Undesignated	Gas
East Bench 2-16-11-22	SESE	16	118	22E	ML-46911	663 FSL & 1055 FEL	43-047-37121	Undesignated	Gas
East Bench 4-16-11-22	NWNE	16 16	115	22E	ML-46911	705 FNL & 2077 FEL	43-047-37125	Undesignated	Gas
East Bench 5-16-11-22	SWNW	16	11S	22E	ML-46911	760 FNL & 860 FWL	43-047-37126	Undesignated	Gas
East Bench 6-16-11-22	SENW	16	115	22E	ML-46911 ML-46911	1980 FNL & 758 FWL	43-047-37129	Undesignated	Gas
East Bench 8-16-11-22	SENE	16	115	22E	ML-46911 ML-46911	1887 FNL & 2138 FWL	43-047-37124	Undesignated	Gas
East Bench 9-16-11-22	NESE	16	115	22E		1880 FNL & 780 FEL	43-047-37127	Undesignated	Gas
Gusher 6-2	SENW	2	65	19E	ML-46911 ML-49144	2035 FSL & 1422 FEL	43-047-37123	Undesignated	Gas
Hanging Rock 1-32	NENE	32	118	23E	ML-47079	1550 FNL 1025 FWL	43-047-36963	Moffit Canal	Oil -
Little Pack Mountain 1-16	NWNW	16	128	20E		542' FNL & 690' FEL	43-047-36309	Undesignated	Gas
Little Pack Mountain 7-32	SWNE	32	125	20E	ML-47082 ML-47083	609 FNL & 688 FEL 1792 FNL & 1797 FEL	43-047-36981	Wildcat	Gas
Rock House 12-36-10-23	NWSW	36	108	23E	ML-47907	1844 FSL & 755 FWL	43-047-36980	Wildcat	Gas
Rock House 13-32-10-23	SWSW	32	105	23E	ML-47963	564 FSL & 471 FWL	43-047-36534	Natural Buttes	Gas
Rock House 1-36-10-22	NENE	36	103	22E			43-047-36411	Natural Buttes	Gas
Rock House 3-36-10-22	NENW	36	103	22E		620 FNL & 850 FEL	43-047-36408	Natural Buttes	Gas
Rock House 4-32-10-23	SWNW	32	103	23E	ML-47061	934 FNL & 1783 FWL 1406 FNL & 562 FWL	43-047-36407 43-047-36412	Natural Buttes	Gas
Rock House 7-36-10-22	SWNE	36	103	22E		2209 FNL & 2445 FEL		Natural Buttes	Gas
Rock House 9 32-10-23	NESE	32	105	23E			43-047-36409	Natural Buttes	Gas
Rockhouse #13-36	swsw	36	108	22E		486 FSL & 844' FWL	43.047.36337	Natural Buttes	Gas
Rockhouse 16-2	SESE	2	118	23E		909' FSL & 748' FEL	43-047-35902 43-047-36152	Natural Buttes	Gas
Seep Springs 10-13-12-24	NWSE	13		24E	ML-49275	1950 FSL & 1802 FEL		Rockhouse	Gas
Seep Springs 1-13-12-24	NENE	13	128		ML-49275	753 FNL & 487 FEL	43-047-36634	Undesignated	Gas
Seep Springs 15-11-12-24	SWSE	11	128	24E		829 FSL & 2178 FEL	43-047-36628	Undesignated	Gas
Seep Springs 15-13-12-24	SWSE	13	12S	24E	ML-49275	622 FSL & 1806 FEL	43-047-36626	Undesignated	Gas
Seep Springs 16-11-12-24	SESE	11	128	24E	ML-49274		43-047-36630	Undesignated	Gas
Seep Springs 16-13-12-24	SESE	13	128	24E		659 FSL & 466 FEL	43-047-36625	Undesignated	Gas
Seep Springs 2-13-12-24	NWNE				ML 49275	686 FSL & 640 FEL	43-047-36629	Undesignated	Gas
Seep Springs 7-13-12-24	SWNE	13 13	125	24E	ML-49275	465 FNL & 1807 FEL	43-047-36627	Undesignated	Gas
Seep Springs 8-13-12-24	SENE	13	128	24E	ML-49275	FNL & FEL	43-047-36631	Undesignated	Gas
Seep Springs 9-13-12-24	NESE	13	12S 12S	24E	ML-49275	1969 FNL & 642 FEL	43-047-36632	Undesignated	Gas
Southman Canyon 11-36-9-23	NESW		125 9S	24E	ML-49275 MI -47782	663 FSL & 1960 FEL	43-047-36633	Undesignated	Gas
Southman Canyon 13-36-9-23	SWSW	36 36	95	23E		1965 FSL & 1953 FWL 467 FSL & 823 FWL	43-047-36535	Natural Buttes	Gas
				202		MUL POL GOZO FVVE	43-047-36532	Natural Buttes	- Cas

<u>NEW OPERATOR</u>: Enduring Resources, LLC <u>EFFECTIVE DATE</u>: September 1st, 2005

Well Name	Q/Q	Sec	Т	R	Lease Number	Footages f/ Sec Lines - SL	API Number	FIELD	Weli Type
Southman Canyon 1-36-9-23	NENE	36	98	23E	ML-47782	681 FNL & 496 FEL	43-047-36537	Natural Buttes	Gas
Southman Canyon 15-36-9-23	SWSE	36	98	23E	ML-47782	529 FSL & 1784 FEL	43-047-36529	Natural Buttes	Gaś
Southman Canyon 3-36-9-23	NENW	36	98	23E	ML-47782	464 FNL & 1815 FWL	43-047-36530	Natural Buttes	Gas
Southman Canyon 5-36-9-23	SWNW	36	98	23E	ML-47782	2028 FNL & 499 FWL	43-047-36531	Natural Buttes	Gas
Southman Canyon 7-36-9-23	SENE	36	98	23E	ML-47782	2184 FNL & 1994 FEL	43-047-36536	Natural Buttes	Gas
Southman Canyon 9-36-9-23	NESE	36	98	23E	ML-47782	1978 FNL & 657 FEL	43-047-36533	Natural Buttes	Gas



NEW OPERATOR: Enduring Resources, LLC EFFECTIVE DATE: September 1st, 2005

					Lease	Footages f/ Sec Lines -	
Well Name	Q/Q	Sec	Т	R	Number	SL	API Number
Asphalt Wash 13-6	SW/SW	6	116	24E	UTU-73919	400' FSL & 550' FWL	
Asphalt Wash 10-9-11-24	NW SE	9	118	24E	UTU-73920	1846 FSL & 1942 FEL	43-047-37071
Asphalt Wash 11-9-11-24	NE SW	9	115	24E	UTU-73920	1799 FSL & 1782 FWL	43-047-37073
Asphalt Wash 12-6-11-24	NW SW	6	118	24E	UTU-73919	1844 FSL & 683 FWL	43-047-37066
Asphalt Wash 14-6-11-24	SE SW	6	118	24E	UTU-73919	704 FSL & 2123 FWL	43-047-37067
Asphalt Wash 14-9-11-24	SE SW	9	115	24E	UTU-73920	460 FSL & 2115 FWL	43-047-37076
Asphalt Wash 15-9-11-24	SW SE	9	118	24E	UTU-73920	804 FSL & 1990 FEL	43-047-37074
Asphalt Wash 16-9-11-24	SE SE	9	115	24E	UTU-73920	826 FSL & 472 FEL	43-047-37075
Asphalt Wash 2-6-11-24	NW NE	6	118	24E	UTU-73919	735 FNL & 1590 FEL	43-047-37061
Asphalt Wash 2-7-11-24	NW NE	7	118	24E	UTU-73919	621 FNL & 2462 FEL	43-047-37068
Asphalt Wash 2-9-11-24	NW NE	9	118	24E	UTU-73920	829 FNL & 1774 FEL	43-047-37070
Asphalt Wash 3-6-11-24	NE NW	6	118	24E	UTU-73919	792 FNL & 1925 FWL	43-047-37062
Asphalt Wash 4-6-11-24	NW NW	6	118	24E	UTU-73919	820 FNL & 1007 FWL	43-047-37063
Asphalt Wash 5-6-11-24	SW NW	6	118	24E	UTU-73919	1738 FNL & 716 FWL	43-047-37064
Asphalt Wash 6-7-11-24	SE NW	7	118	24E	UTU-73919	2013 FNL & 2241 FWL	43-047-37069
Asphalt Wash 7-6-11-24	SW NE	6	118	24E	UTU-73919	1616 FNL & 1615 FEL	43-047-37065
Asphalt Wash 7-9-11-24	SE NE	9	118	24E	UTU-73920	1883 FNL & 1854 FEL	43-047-37072
Asphalt Wash 1-7-11-24	NE NE	7	118	24E	UTU-73919	426 FNL & 270 FEL	43-047-37084
Asphalt Wash 4-7-11-24	NW NW	7	118	24E	UTU-73919	856 FNL & 860 FWL	43-047-37085
Asphalt Wash 7-7-11-24	SW NE	7	118	24E	UTU-73919	1909 FNL & 1893 FEL	43-047-37087
Asphalt Wash 8-7-11-24	SE NE	7	118	24E	UTU-73919	1998 FNL & 683 FEL	43-047-37086
Bonanza 4-7	NW/NW	7	98	24E	UTU-73457	809' FNL & 670' FWL	43-047-36017
Bonanza 8-17	SW/NE	17	98	24E	UTU-73457	1865' FNL & 584' FEL	43-047-36041
Bonanza 11-11-9-23	NE SW	11	98	23E	UTU-74426	2036 FSL & 2043 FWL	43-047-36649
Bonanza 11-12-9-23	NE SW	12	98	23E	UTU-74426	1799 FSL & 1948 FWL	43-047-36655
Bonanza 11-18-9-24	NE SW	18	98	24E	UTU-73457	1785 FSL & 2133 FWL	43-047-36637
Bonanza 12-23-9-24	NW/SW	23	98	24E	UTU-81311	1882 FSL & 699 FWL	43-047-36640
Bonanza 12-35	NW/SW	35	98	24E	UTU 73459	1374' FSL & 858' FWL	43-047-36020
Bonanza 13-11-9-23	SW SW	11	98	23E	UTU-74426	463 FSL & 773 FWL	43-047-36650
Bonanza 13-12-9-23	SW SW	12	98	23E	UTU-74426	661 FSL & 656 FWL	43-047-36528
Bonanza 13-18-9-24	SW SW	18	98	24E	UTU-73457	767 FSL & 583 FWL	43-047-36638
Bonanza 14-11-9-23	SE SW	11	98	23E	UTU-74426	756 FSL & 1859 FWL	43-047-36651
Bonanza 14-23-9-24	SE/SW	23	98	24E	UTU-81311	560 FSL & 1878 FWL	43-047-36641
Bonanza 15-11-9-23	SW SE	11	98	23E	UTU-74426	660 FSL & 1980 FEL	43-047-36652
Bonanza 15-12-9-23	SW SE	12	98	23E	UTU-74426	607 FSL & 1920 FEL	43-047-36656
Bonanza 15-18-9-24	SW SE	18	98	24E'	UTU-73457	463 FSL & 2162 FEL	43-047-36639
Bonanza 16-12-9-23	SE SE	12	98	23E	UTU-74426	855 FSL & 536 FEL	43-047-36657
Bonanza 16-8	SE/SE	8	98	24E	UTU-73457	588' FSL & 524' FEL	43-047-36101
Bonanza 2-11-9-23	NW NE	11	98	23E	UTU 74426	664 FNL & 1925 FEL	43-047-36643
Bonanza 2-12-9-23	NW NE	12	98	23E	UTU-74426	743 FNL & 1962 FEL	43-047-36527
Bonanza 3-11-9-23	NE NW	11	98	23E	UTU 74426	499 FNL & 1898 FWL	43-047-36644
Bonanza 3-12-9-23	NE NW	12	98	23E	UTU-74426	734 FNL & 1866 FWL	43-047-36524
Bonanza 4-35	NW/NW	35	98	24E	UTU 73459	789' FNL & 807' FWL	43-047-35925
Bonanza 5-11-9-23	SW NW	11	98	23E	UTU 74426	1794 FNL & 609 FWL	43-047-36645

P:\Operations\Drilling\Uinta 9/20/2005



NEW OPERATOR: Enduring Resources, LLC EFFECTIVE DATE: September 1st, 2005

					Lease	Footages f/ Sec Lines -	
Well Name	Q/Q	Sec	T	R	Number	SL	API Number
Bonanza 5-12-9-23	SW NW	12	98	23E	UTU-74426	1996 FNL & 558 FWL	43-047-36526
Bonanza 5-18-9-24	SW NW	18	98	24E	UTU-73457	2147 FNL & 662 FWL	43-047-36635
Bonanza 5-22	SW/NW	22	88	25E	UTU-73470	1,932' FNL & 415' FWL	43-047-35918
Bonanza 5-24-9-24	SW/NW	24	98	24E	UTU-73458	2167 FNL & 714 FWL	43-047-36642
Bonanza 6-11-9-23	SE NW	11	98	23E	UTU-74426	2069 FNL & 1801 FWL	43-047-36646
Bonanza 6-12-9-23	SE NW	12	98	23E	UTU-74426	2114 FNL & 1871 FWL	43-047-36525
Bonanza 7-11-9-23	SW NE	11	98	23E	UTU-74426	2060 FNL & 2134 FEL	43-047-36647
Bonanza 7-12-9-23	SW NE	12	98	23E	UTU-74426	2065 FNL & 2159 FEL	43-047-36653
Bonanza 8-35	SENE	35	98	24E	UTU-73459	1987' FNL & 909' FEL	43-047-36105
Bonanza 9-11-9-23	NE SE	11	98	23E	UTU-74426	2008 FSL & 553 FEL	43-047-36648
Bonanza 9-12-9-23	NE SE	12	98	23E	UTU-74426	1980 FSL & 660 FEL	43-047-36654
Bonanza 9-18-9-24	NE SE	18	98	24E	UTU-73457	2009 FSL & 852 FEL	43-047-36636
Bonanza 9-22	NE/SE	22	98	24E	UTU-75118	1,969' FSL & 495' FEL	43-047-36102
East Bench 9-20	NE/SE	20	118	22E	UTU-73905	2,170' FSL & 472' FEL	43-047-36275
Rock House 12-30-10-23	NE SW	30	105	23E	UTU-76281	2320 FSL & 1980 FWL	43-047-36548
Rock House 12-31-10-23	NW SW	31	10S	23E	UTU-76281	1900 FSL & 460 FWL	43-047-36552
Rock House 13-30-10-23	SW SW	30	108	23E	UTU-76281	553 FSL & 573 FWL	43-047-36549
Rock House 14-31-10-23	SE SW	31	108	23E	UTU-76281	860 FSL & 1890 FWL	43-047-36553
Rock House 3-31-10-23	NE NW	31	108	23E	UTU-76281	854 FNL & 1940 FWL	43-047-36551
Rock House 5-30-10-23	SW NW	30	108	23E	UTU-76281	1858 FNL & 703 FWL	43-047-36547
Rock House 5-31-10-23	SW NW	31	108	23E	UTU-76281	2055 FNL & 2097 FWL	43-047-36550
Rock House 6-31-10-23	SE NW	31	108	23E	UTU-76281	2059 FNL & 2111 FWL	43-047-36554
Reckhouse #12-30	NW/SW	30	108	23E	UTU-80571	1,980' FSL & 660' FWL	43 -047-36018 🗸
Rockhouse 13C-31	SW/SW	31	108	23E	UTU-76281	135' FSL & 365' FWL	43-047-35911
Rockhouse 4D-30	NW NW	30	105	23E	UTU-76281	1,116 FNL & 1,135' FWL	43-047-35882
Rockhouse 4D-31	NW NW	31	108	23E	UTU-76281	990' FNL & 990' FWL	43-047-35807
Southman Canyon 12-3-11-24	NW/SW	3	11S	24E	UTU-73918	1,950' FSL & 514' FWL	43-047-36272
Southman Canyon 12-30-10-24	NW/SW	30	10S	24E	UTU-65371	2,118' FSL & 502' FWL	43-047-36238
Southman Canyon 13-30	SW/SW	30	98	24E	UTU-80571	765' FSL & 303' FWL	43-047-36018
Southman Canyon 16-31-10-24	SE/SE	31	108	24E	UTU-65371	621' FSL & 575' FEL	43-047-36270
Southman Canyon 4-30-10-24	NW/NW	30	108	24E	UTU 65371	649' FNL & 607' FWL	43-047-36237
Southman Canyon 5-19-10-24	SW/NW	19	108	24E	UTU-65371	1,978' FNL & 855' FWL	43-047-36236
Southman Canyon 6-30	SE/NW	30	98	24E	UTU-80571	2,015' FNL & 2,581' FWL	43-047-36103

x Duplicate API -Different well name

P:\Operations\Drilling\Uinta 9/20/2005



State of Utah

Department of Natural Resources

> MICHAEL R. STYLER Executive Director

Division of Oil, Gas & Mining

JOHN R. BAZA
Division Director

JON M. HUNTSMAN, JR. Governor

GARY R. HERBERT Lieutenant Governor

September 27, 2005

Houston Exploration Company 1100 Louisiana, Suite 2000 Houston, TX 77002

Re: <u>Bonanza 6-22-9-24 Well, 1842' FNL, 1969' FWL, SE NW, Sec. 22, T. 9 South, R. 24 East, Uintah County, Utah</u>

Gentlemen:

Pursuant to the provisions and requirements of Utah Code Ann.§ 40-6-1 et seq., Utah Administrative Code R649-3-1 et seq., and the attached Conditions of Approval, approval to drill the referenced well is granted.

This approval shall expire one year from the above date unless substantial and continuous operation is underway, or a request for extension is made prior to the expiration date. The API identification number assigned to this well is 43-047-37184.

Sincerely,

Gil Hunt

Associate Director

pab Enclosures

cc: Uintah County Assessor

Bureau of Land Management, Vernal District Office

Operator:	Houston Explorati	on Company	
Well Name & Number	Bonanza 6-22-9-2	4	
API Number:	43-047-37184		
Lease:	<u>UTU-75118</u>		
Location: <u>SE NW</u>	Sec. 22	T. <u>9 South</u>	R. 24 East

Conditions of Approval

1. General

Compliance with the requirements of Utah Admin. R. 649-1 et seq., the Oil and Gas Conservation General Rules, and the applicable terms and provisions of the approved Application for permit to drill.

2. Notification Requirements

Notify the Division within 24 hours of spudding the well.

Contact Carol Daniels at (801) 538-5284.

Notify the Division prior to commencing operations to plug and abandon the well.

Contact Dan Jarvis at (801) 538-5338

3. Reporting Requirements

All required reports, forms and submittals will be promptly filed with the Division, including but not limited to the Entity Action Form (Form 6), Report of Water Encountered During Drilling (Form 7), Weekly Progress Reports for drilling and completion operations, and Sundry Notices and Reports on Wells requesting approval of change of plans or other operational actions.

- 4. State approval of this well does not supersede the required federal approval, which must be obtained prior to drilling.
- 5. This proposed well is located in an area for which drilling units (well spacing patterns) have not been established through an order of the Board of Oil, Gas and Mining (the "Board"). In order to avoid the possibility of waste or injury to correlative rights, the operator is requested, once the well has been drilled, completed, and has produced, to analyze geological and engineering data generated therefrom, as well as any similar data from surrounding areas if available. As soon as is practicable after completion of its analysis, and if the analysis suggests an area larger than the quarter-quarter section upon which the well is located is being drained, the operator is requested to seek an appropriate order from the Board establishing drilling and spacing units in conformance with such analysis by filing a Request for Agency Action with the Board.

Division of Oil, Gas and Mining

OPERATOR CHANGE WORKSHEET

ROUTING 1. DJJ

2. CDW

X Change of Operator (Well Sold)

6a. (R649-9-2) Waste Management Plan has been received on:

6b. Inspections of LA PA state/fee well sites complete on:

Designation of Agent/Operator

Operator Name Change

Merger

¥	has changed,	effecti	ve:			9/1/2005			
FROM: (Old Operator):				TO: (New O	perator):				7
N2525-The Houston Exploration Company			N2750-Enduring Resources, LLC						
1100 Louisiana, Suite 2000				th Street, Su					
Houston, TX 77002					r, CO 80202				
Phone: 1-(713) 830-6938				Phone: 1-(303)	350-5102				1
.(CA No.			Unit:					┥.
WELL(S)			·						_
NAME	SEC	TWI	RNG	API NO	ENTITY	LEASE	WELL	WELL	1
BONANZA 14-22-9-24	22	loons	240E	4304737158	NO	TYPE Federal	TYPE	STATUS	ᆂ
BONANZA 13-22-9-24	22			4304737159		Federal	GW GW	APD	C
BONANZA 5-22-9-24	22			4304737139		Federal		APD	C C
BONANZA 15-22-9-24	22			4304737181		Federal	GW GW	APD APD	
BONANZA 11-22-9-24	22		240E	4304737183		Federal	GW	APD	C
BONANZA 6-22-9-24	22			4304737184	 	Federal	GW	APD	C
BONANZA 9-27-9-24	27			4304737160	 	Federal	GW	APD	$\frac{c}{c}$
BONANZA 7-27-9-24	27			4304737161		Federal	GW	APD	c
BONANZA 1-27-9-24	27			4304737186		Federal	GW	APD	$\frac{c}{c}$
SOUTHMAN CYN 3-5	05		240E	4304736107		Federal	GW	APD	╀
SOUTHMAN CYN 6-6	06	1	240E	4304736108		Federal	GW	APD	十
SOUTHMAN CYN 8-6	06			4304736109		Federal	GW	APD	╁
E BENCH 3-17-11-22	17			4304737162		Federal	GW	APD	C
E BENCH 1-17-11-22	17			4304737163		Federal	GW	APD	C
E BENCH 16-17-11-22	17			4304737164		Federal	GW	APD	$\frac{c}{c}$
E BENCH 5-17-11-22	17			4304737187		Federal	GW	APD	c
E BENCH 7-17-11-22	17	110S		4304737188		Federal	GW	APD	c
ASPHALT WASH 9-9-11-24	09	110S		4304737189		Federal	GW	APD	Ť
ASPHALT WASH 15-16-11-24	16	110S		4304737190		State	GW	NEW	Č
		1							T
			 						
									_

Requested 9/29/05

n/a

7.	Federal and Indian Lease Wells: The BLM and or the B	BIA has approv	ved the r	nerger, na	me chan	ige,
	or operator change for all wells listed on Federal or Indian leases of		BLM	_not yet	BIA	_n/a
8.	Federal and Indian Units:					
	The BLM or BIA has approved the successor of unit operator for	wells listed on:			_not yet	
9.	Federal and Indian Communization Agreements ("	CA"):				
	The BLM or BIA has approved the operator for all wells listed w	rithin a CA on:		n/a		
10	Underground Injection Control ("UIC") The Di	vision has appro	ved UIC I	orm 5, Tra	nsfer of A	authority to
	Inject, for the enhanced/secondary recovery unit/project for the wa	ter disposal well	(s) listed	on:	n/a	_
DA	ATA ENTRY:					
1.	Changes entered in the Oil and Gas Database on:	10/11/2005				
2.	Changes have been entered on the Monthly Operator Change Sp	read Sheet on:		10/11/200	<u>5</u>	
3.	Bond information entered in RBDMS on:	10/11/2005				
4.	Fee/State wells attached to bond in RBDMS on:	10/11/2005				
5.	Injection Projects to new operator in RBDMS on:	n/a				
6.	Receipt of Acceptance of Drilling Procedures for APD/New on:		9/26/2005	5		
FF	DERAL WELL(S) BOND VERIFICATION:					
1.	Federal well(s) covered by Bond Number:	UTB000173				
IN	DIAN WELL(S) BOND VERIFICATION:					
1.	Indian well(s) covered by Bond Number:	n/a				
FF	E & STATE WELL(S) BOND VERIFICATION:					
1.	(R649-3-1) The NEW operator of any fee well(s) listed covered by	Bond Number		RLB00080	31	
	The FORMER operator has requested a release of liability from the Division sent response by letter on:	eir bond on:	n/a	-		
	CASE INTEREST OWNER NOTIFICATION: (R649-2-10) The FORMER operator of the fee wells has been control of their responsibility to notify all interest owners of this change on		ed by a le n/a	tter from the	e Division	
CO	MMENTS:					
					<u> </u>	
_						
					_	

9/29/2005

6c. Reports current for Production/Disposition & Sundries on:

STATE OF UTAH

DEPARTMENT OF NATURAL RESOURCES DIVISION OF OIL, GAS AND MINING



(This form should accompany a Sundry Notice, Form 9, requesting APD transfer)

Well name:	Bonanza 6-22-9-24
API number:	4304737184
Location:	Qtr-Qtr: SENW Section: 22 Township: 9S Range: 24E
Company that filed original application:	The Houston Exploration Company
Date original permit was issued:	09/27/2005
Company that permit was issued to:	The Houston Exploration Company

Check one	Desired Action:
	Transfer pending (unapproved) Application for Permit to Drill to new operator
	The undersigned as owner with legal rights to drill on the property, hereby verifies that the information as submitted in the pending Application for Permit to Drill, remains valid and does not require revision. The new owner of the application accepts and agrees to the information and procedures as stated in the application.
✓	Transfer approved Application for Permit to Drill to new operator
	The undersigned as owner with legal rights to drill on the property as permitted, hereby verifies that the information as submitted in the previously approved application to drill, remains valid and does not require revision.

Following is a checklist of some items related to the application, which should be verified.		
If located on private land, has the ownership changed?		1
If so, has the surface agreement been updated?	··	
Have any wells been drilled in the vicinity of the proposed well which would affect the spacing or siting requirements for this location?		✓
Have there been any unit or other agreements put in place that could affect the permitting or operation of this proposed well?		✓
Have there been any changes to the access route including ownership or right-of-way, which could affect the proposed location?		1
Has the approved source of water for drilling changed?		1
Have there been any physical changes to the surface location or access route which will require a change in plans from what was discussed at the onsite evaluation?		1
Is bonding still in place, which covers this proposed well? Bond No. RLB0008031	1	

Any desired or necessary changes to either a pending or approved Application for Permit to Drill that is being transferred, should be filed on a Sundry Notice, Form 9, or amended Application for Permit to Drill, Form 3, as appropriate, with necessary supporting information as required.

Name (please print) Alvin R. (Al) Arlian	Title Landman - Regulatory Specialist
Signature	Date 11/03/2005
Representing (company name) Enduring Resources, LLC	

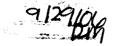
Permit to Drill.

NOV 0 4 2005

STATE OF UTAH
DEPARTMENT OF NATURAL RESOURCES

Ċ	5. LEASE DESIGNATION AND SERIAL NUMBER:				
SUNDRY	LS	6. IF INDIAN, ALLOTTEE OR TRIBE NAME: n/a 7. UNIT or CA AGREEMENT NAME:			
Do not use this form for proposals to drill ne	w wells, significantly deepen existing wells below curre erals. Use APPLICATION FOR PERMIT TO DRILL fo	ent bottom-hole deni orm fars on subjects	b_reenter plugged wells, or to	n/a	
1. TYPE OF WELL OIL WELL		CUNT		8. WELL NAME and NUMBER: Bonanza 9-24-22-22	
2. NAME OF OPERATOR:				9. API NUMBER: 4304737184	
Enduring Resources, LLC 3. ADDRESS OF OPERATOR:			PHONE NUMBER:	10. FIELD AND POOL, OR WILDCAT:	
475 17th Street, Suite 1500	Denver STATE CO ZIP	80202	(303) 350-5719	Wildcat	
4. LOCATION OF WELL FOOTAGES AT SURFACE: 1842' F	NL - 1969' FWL			COUNTY: Uintah	
QTR/QTR, SECTION, TOWNSHIP, RANG		4E S		STATE: UTAH	
11. CHECK APPR	ROPRIATE BOXES TO INDICAT	E NATURE	OF NOTICE, REPO	RT, OR OTHER DATA	
TYPE OF SUBMISSION			YPE OF ACTION	COMMITTED AND PRINT FORMATION	
NOTICE OF INTENT	ACIDIZE	DEEPEN	TOPAT	REPERFORATE CURRENT FORMATION SIDETRACK TO REPAIR WELL	
(Submit in Duplicate)	ALTER CASING	FRACTURE	STRUCTION	TEMPORARILY ABANDON	
Approximate date work will start:	CASING REPAIR CHANGE TO PREVIOUS PLANS	OPERATOR		TUBING REPAIR	
8/22/2006	CHANGE TUBING	PLUG AND	ABANDON	VENT OR FLARE	
SUBSEQUENT REPORT	CHANGE WELL NAME	PLUG BAC	к	WATER DISPOSAL	
(Submit Original Form Only)	CHANGE WELL STATUS	PRODUCTI	ON (START/RESUME)	WATER SHUT-OFF	
Date of work completion:	COMMINGLE PRODUCING FORMATIONS		TION OF WELL SITE	OTHER: Request for APD Extension	
	CONVERT WELL TYPE		ETE - DIFFERENT FORMATION		
Enduring Resources,				s Application for Permit to Drill	
FROM: 9/27/2 TO: 9/27/2	.007 Appro	ved by th	e		
	Utah	Division o	f		
	Oil, Gas	and Mini	ing		
Date: 09-27-00 By: 00000					
Evette Bis	ssett		Regulatory Com	pliance Assistant	
NAME (PLEASE PRINT) EVEILE BIS	2 '11		8/22/2006		

(This space for State use only)



RECEIVED

AUG 2 5 2006

Application for Permit to Drill Request for Permit Extension Validation (this form should accompany the Sundry Notice requesting permit extension)

API: 4304737184 Well Name: Bonanza 9-24-22-22 Location: 1842' FNL - 1969' FWL, SENW, Sec 22, T9S-R24E Company Permit Issued to: Enduring Resources, LLC Date Original Permit Issued: 9/27/2005					
The undersigned as owner with legal rights to drill on the property as permitted above, hereby verifies that the information as submitted in the previously approved application to drill, remains valid and does not require revision.					
Following is a checklist of some items related to the application, which should be verified.					
f located on private land, has the ownership changed, if so, has the surface agreement been updated? Yes□No□					
Have any wells been drilled in the vicinity of the proposed well which would affect he spacing or siting requirements for this location? Yes☐No☑					
Has there been any unit or other agreements put in place that could affect the permitting or operation of this proposed well? Yes□No☑					
Have there been any changes to the access route including ownership, or right- of-way, which could affect the proposed location? Yes□No ☑					
Has the approved source of water for drilling changed? Yes□No☑					
Have there been any physical changes to the surface location or access route which will require a change in plans from what was discussed at the onsite evaluation? Yes□No☑					
s bonding still in place, which covers this proposed well? Yes☑No□					
Signature Bussell Bate					
Title: Regulatory Compliance Assistant					
Representing: Enduring Resources, LLC					

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AUG 2 5 2006

STATE OF UTAH

CONFIDENTIAL

DEPARTMENT OF NATURAL RESOURCES DIVISION OF OIL, GAS AND MINING

DIVISION OF OIL, GAS AND MINING				5. LEASE DESIGNATION AND SERIAL NUMBER:		
	SUNDRY	6. IF INDIAN, ALLOTTEE OR TRIBE NAME: n/a				
Do	not use this form for proposals to drill ne drill horizontal la	7. UNIT or CA AGREEMENT NAME: n/a				
1. T	PE OF WELL OIL WELL	GAS WELL 🗸 OTHER		8. WELL NAME and NUMBER: Bonanza 9-24-22-22		
2. N	AME OF OPERATOR:			9. API NUMBER:		
	during Resources, LLC			4304737184		
475	DDRESS OF OPERATOR: 5 17th Street, Suite 1500	Denver STATE CO ZIP 80	PHONE NUMBER: (303) 350-571	10. FIELD AND POOL, OR WILDCAT: Wildcat		
	OCATION OF WELL DOTAGES AT SURFACE: 1842' F	NL - 1969' FWL		соинту: Uintah		
, Q	TR/QTR, SECTION, TOWNSHIP, RANG	GE, MERIDIAN: SENW 22 9S 24E	: S	STATE: UTAH		
11.	CHECK APPR	ROPRIATE BOXES TO INDICATE	NATURE OF NOTICE, RI	EPORT, OR OTHER DATA		
	TYPE OF SUBMISSION		TYPE OF ACTION			
Z	NOTICE OF INTENT	ACIDIZE ·	DEEPEN	REPERFORATE CURRENT FORMATION		
	(Submit in Duplicate)	ALTER CASING	FRACTURE TREAT	SIDETRACK TO REPAIR WELL		
	Approximate date work will start:	CASING REPAIR	NEW CONSTRUCTION	TEMPORARILY ABANDON		
		CHANGE TO PREVIOUS PLANS	OPERATOR CHANGE	TUBING REPAIR		
_		CHANGE TUBING	PLUG AND ABANDON	VENT OR FLARE		
Ш	SUBSEQUENT REPORT (Submit Original Form Only)	CHANGE WELL NAME	PLUG BACK	WATER DISPOSAL		
	Date of work completion:	CHANGE WELL STATUS	PRODUCTION (START/RESUME)	WATER SHUT-OFF		
		COMMINGLE PRODUCING FORMATIONS CONVERT WELL TYPE	RECLAMATION OF WELL SITE RECOMPLETE - DIFFERENT FORMA	OTHER: Request for APD Extension		
12.		MPLETED OPERATIONS. Clearly show all pertin				
	Enduring Resources, L FROM: 9/27/20 TO: 9/27/20	007	on to the expiration date o Approved by the Utah Division of	f this Application for Permit to Drill		
			Oil, Gas and Mining			
	Date: <u>09-27-07</u> By: <u>July 1</u>					
NAM	E (PLEASE PRINT) Alvin R. (A	l) Arlian	Landman - F	Regulatory Specialist		
SIGN	ATURE		DATE 9/21/2007			

(This space for State use only)

RECEIVED SEP 2 5 2007

Application for Permit to Drill Request for Permit Extension Validation

Validation (this form should accompany the Sundry Notice requesting permit extension)

	API: 4304737184 Well Name: Bonanza 9-24-22-22 Location: 1842' FNL - 1969' FWL, SENW, Sec 22, T9S-R24E Company Permit Issued to: Enduring Resources, LLC Date Original Permit Issued: 9/27/2005					
	The undersigned as owner with legal rights to drill on the property as permitted above, hereby verifies that the information as submitted in the previously approved application to drill, remains valid and does not require revision.					
	Following is a checklist of some items related to the application, which should be verified.					
	If located on private land, has the ownership changed, if so, has the surface agreement been updated? Yes□No□					
	Have any wells been drilled in the vicinity of the proposed well which would affect the spacing or siting requirements for this location? Yes□ No ☑					
	Has there been any unit or other agreements put in place that could affect the permitting or operation of this proposed well? Yes□No☑					
	Have there been any changes to the access route including ownership, or right-of-way, which could affect the proposed location? Yes□No ☑					
	Has the approved source of water for drilling changed? Yes□No☑					
	Have there been any physical changes to the surface location or access route which will require a change in plans from what was discussed at the onsite evaluation? Yes□No☑					
	Is bonding still in place, which covers this proposed well? Yes☑No□					
	9/21/2007					
(Signature Date					
	Title: Landman - Regulatory Specialist					
	Representing: Enduring Resources, LLC RECEIVE					

SEP 2 5 2007

STATE OF UTAH

DEPARTMENT OF NATURAL RESOURCES

DIVISION OF OIL, GAS AND MINNE NETWORK

DIVISION OF OIL, GAS AND MINTONFIDENTIAL	5. LEASE DESIGNATION AND SERIAL NUMBER: UTU-81914 75118				
SUNDRY NOTICES AND REPORTS ON WELLS	6. IF INDIAN, ALLOTTEE OR TRIBE NAME: n/a				
Do not use this form for proposals to drill new wells, significantly deepen existing wells below current bottom-hole depth, reenter plugged wells, or to drill horizontal laterals. Use APPLICATION FOR PERMIT TO DRILL form for such proposals.	7. UNIT OF CA AGREEMENT NAME: n/a				
1. TYPE OF WELL OIL WELL GAS WELL OTHER	8. WELL NAME and NUMBER: Bonanza 9-24-22-22				
2. NAME OF OPERATOR: Enduring Resources, LLC	9. API NUMBER: 4304737184				
3. ADDRESS OF OPERATOR: 475 17th Street, Suite 1500 CITY Denver STATE CO ZIP 80202 PHONE NUMBER: (303) 350-5114	10. FIELD AND POOL, OR WILDCAT: Wildcat				
4. LOCATION OF WELL FOOTAGES AT SURFACE: 1842' FNL - 1969' FWL	соимту: Uintah				
QTR/QTR, SECTION, TOWNSHIP, RANGE, MERIDIAN: SENW 22 9S 24E S	STATE: UTAH				
11. CHECK APPROPRIATE BOXES TO INDICATE NATURE OF NOTICE, REPOR	RT, OR OTHER DATA				
TYPE OF SUBMISSION ACIDIZE NOTICE OF INTENT (Submit in Duplicate) Approximate date work will start: CASING REPAIR CHANGE TO PREVIOUS PLANS TYPE OF ACTION DEEPEN FRACTURE TREAT NEW CONSTRUCTION OPERATOR CHANGE	REPERFORATE CURRENT FORMATION SIDETRACK TO REPAIR WELL TEMPORARILY ABANDON TUBING REPAIR				
SUBSEQUENT REPORT (Submit Original Form Only) Date of work completion: CHANGE WELL NAME CHANGE WELL STATUS PRODUCTION (START/RESUME) COMMINGLE PRODUCING FORMATIONS RECLAMATION OF WELL SITE CONVERT WELL TYPE RECOMPLETE - DIFFERENT FORMATION	VENT OR FLARE WATER DISPOSAL WATER SHUT-OFF ✓ OTHER: Request for APD Extension				
Enduring Resources, LLC respectfully request an extension to the expiration date of this Application for Permit to Drill FROM: 9/27/2008 TO: 9/27/2009 Approved by the Utah Division of Oil, Gas and Mining Date: By:					
NAME (PLEASE PRINT) Alvin R. (A!) Arlian SIGNATURE DATE DATE DATE	atory Specialist				
This space for State use only) COPY SENT TO OPERATOR	RECEIVED				

(5/2000)

Date: 10+2-2008

(See Instructions on Reverse Side)

SEP 2 9 2003

DIV. OF OIL, GAS & MINING



Application for Permit to Drill Request for Permit Extension

Validation
(this form should accompany the Sundry Notice requesting permit extension)

	API: 4304737184 Well Name: Bonanza 9-24-22-22 Location: 1842' FNL - 1969' FWL, SENW, Sec 22, T9S-R24E Company Permit Issued to: Enduring Resources, LLC Date Original Permit Issued: 9/27/2005							
The undersigned as owner with legal rights to drill on the property as permitted above, hereby verifies that the information as submitted in the previously approved application to drill, remains valid and does not require revision.								
Following is a checklist of some items related to the application, which should verified.								
	If located on private land, has the ownership changed, if so, has the surface agreement been updated? Yes□No□							
Have any wells been drilled in the vicinity of the proposed well which would after the spacing or siting requirements for this location? Yes□ No ☑								
Has there been any unit or other agreements put in place that could affect the permitting or operation of this proposed well? Yes□ No ☑								
	Have there been any changes to the access route including ownership, or right-of-way, which could affect the proposed location? Yes□No ☑							
	Has the approved source of water for drilling changed? Yes□No☑							
	Have there been any physical changes to the surface location or access route which will require a change in plans from what was discussed at the onsite evaluation? Yes□No☑							
	Is bonding still in place, which covers this proposed well? Yes☑No□							
_	Signature 9/5/2008 Date							
	Title: Administrative Assistant							
	Representing: Enduring Resources, LLC RECEIVED							

SEP 2 9 2008

Form 3160 -3 (April 2004)

UNITED STATES DEPARTMENT OF THE INTERIOR BUREAU OF LAND MANAGEMENT

FORM APPROVED
OMB No. 1004-0137
Expires March 31, 2007

 Lease Serial No. UTU-81311

	010-81311	
6.	If Indian, Allotee	or Tribe Name

APPLICATION FOR PERMIT TO	6. If Indian, Allotee or Tribe Name N/A						
1a. Type of work: ✓ DRILL REENTER				7 If Unit or CA Agreement, Name and No. N/A			
lb. Type of Well: Oil Well Gas Well Other	8. Lease Name and Well No. Bonanza 9-24-22-22						
2. Name of Operator Enduring Resources, LLC		, y		9. API Well No. 4304737184			
3a. Address 475 17th Street, Suite 1500 Denver, CO 80202	10. Field and Pool, or Exploratory Natural Buttes						
4. Location of Well (Report location clearly and in accordance with At surface 1842' FNL - 1969' FWL S At proposed prod. zone Same as surface		11. Sec., T. R. M. or Blk. and Survey or Area Sec 22, T9S-R24E					
 Distance in miles and direction from nearest town or post office* 43.56 miles south of Vernal, UT 				12. County or Parish Uintah		13. Stat	te UT
15. Distance from proposed* location to nearest property or lease line, ft. (Also to nearest drig. unit line, if any)	o. of acres in lease	17. Spacin 40 acr	g Unit dedicated to this well				
18. Distance from proposed location* to nearest well, drilling, completed, applied for, on this lease, ft. 1200'	19. Pr 705	oposed Depth	BIA Bond No. on file - UTB000173				
21. Elevations (Show whether DF, KDB, RT, GL, etc.) 5448' GR	22. A ₁	pproximate date work will star 03/01/2010	t*	23. Estimated duration 20 days	on		
The following, completed in accordance with the requirements of Onsh		Attachments	tached to thi	e form:			
 Well plat certified by a registered surveyor. A Drilling Plan. A Surface Use Plan (if the location is on National Forest System SUPO shall be filed with the appropriate Forest Service Office). 		4. Bond to cover th Item 20 above). be 5. Operator certification	ne operation ation specific info	ns unless covered by an		·	`
25. Signature]	Name (Printed/Typed) Alvin R. (Al) Arlian			Date 05/28/2009		
Title Landman - Regulatory Specialist				÷ .			
Approved by (Signature)		Name (Printed/Typed)			JUN	15	2009
Title Assistant Field Manager Lands & Mineral Resources		VERNAL F					
Application approval does not warrant or certify that the applicant hole		r equitable title to those right			entitle the a	pplicant	io

Title 18 U.S.C. Section 1001 and Title 43 U.S.C. Section 1212, make it a crime for any person knowingly and willfully to make to any department or agency of the United States any false, fictitious or fraudulent statements or representations as to any matter within its jurisdiction.

*(Instructions on page 2)

Conditions of approval, if any, are attached

DEPT OF THE INTERIOR

BENEVAL OF LAND MGMT

SU I MA I NUL 8005

RECEIVED OFFICE

NOTICE OF APPROVAL RECEIVED

JUN 29 2009

DIV. OF OIL, GAS & MINING

07BM 5001A



NOS 07/21/05

Form 3160-5 (April 2004)

UNITED STATES DEPARTMENT OF THE INTERIOR BUREAU OF LAND MANAGEMENT

Temporarily Abandon

Water Disposal

FORM APPROVED OM B No. 1004-0137 Expires: March 31, 2007

Lease Serial No.
1211100000 Committee Commi

SUNDRY NOTICES AND REPORTS ON WELL

Change Plans

Convert to Injection

If Indian, Allottee or Tribe Name

		3 (APD) for such proposals.	n/a				
SUBMIT IN TR		Agreement, Name and/or No.					
1. Type of Well Oil Well	n/a 8. Well Name an	nd No.					
2. Name of Operator Enduring Re	Bonanza 6-2						
3a Address	9. API Well No 43-047-3718						
475 17th Street, Suite 1500, De	nver, CO 80202	303-573-1222		10. Field and Pool, or Exploratory Area Undesignated 11. County or Parish, State			
4. Location of Well (Footage, Sec.,	T., R., M., or Survey Descripti	on)	Undesignate				
1842 FNL & 1969 FWL, Sec 2	2 9S 24E		11. County or Par				
SLB&M, (SENW)			Uintah, Uta	ah			
12. CHECK A	PPROPRIATE BOX(ES)	TO INDICATE NATURE OF NOTICE	CE, REPORT, OR OT	HER DATA			
TYPE OF SUBMISSION	184, 1	TYPE OF ACTION	ON				
	Acidize	Deepen Producti	ion (Start/Resume)	Water Shut-Off			
✓ Notice of Intent	Alter Casing	Fracture Treat Reclama	`	Well Integrity			
Subrequent Penort	Casing Repair	New Construction Recomp	olete.	Other Change Well Name/			

13. Describe Proposed or Completed Operation (clearly state all pertinent details, including estimated starting date of any proposed work and approximate duration thereof. If the proposal is to deepen directionally or recomplete horizontally, give subsurface locations and measured and true vertical depths of all pertinent markers and zones. Attach the Bond under which the work will be performed or provide the Bond No. on file with BLM/BIA. Required subsequent reports shall be filed within 30 days following completion of the involved operations. If the operation results in a multiple completion or recompletion in a new interval, a Form 3160-4 shall be filed once testing has been completed. Final Abandonment Notices shall be filed only after all requirements, including reclamation, have been completed, and the operator has determined that the site is ready for final inspection.)

Plug and Abandon

Plug Back

CHANGE WELL NAME AND NUMBER:

FROM: Bonanza 6-22-9-24

Subsequent Report

Final Abandonment Notice

TO: Bonanza 9-24-22-22 VERNAL DIST. ENG. GEOL. -

Number Requested

14. I hereby certify that the foregoing is true and correct Name (Printed/Typed)	1815 X4
Alvin R. (Al) Arlian	Title Landman - Regulatory Specialist
Signature /// // // //	Date 10/31/2005
THIS SPACE FOR FEDERAL	OR STATE OFFICE USE
Approved by Marx Solve	Petroleum Engineer MOV 0 8 2005
Conditions of approval, if any, are attached. Approval of this notice does not warracertify that the applicant holds legal or equitable title to those rights in the subject leads which would entitle the applicant to conduct operations thereon.	ont or case Office VERNAL FIELD OFFICE

Title 18 U.S.C. Section 1001 and Title 43 U.S.C. Section 1212, make it a crime for any person knowingly and willfully to make to any department or agency of the United States any false, fictitious or fraudulent statements or representations as to any matter within its jurisdiction.

Form 3160-3	1		TATEO	SUBMIT IN T	RIPLICATE	*				
ormerly 9-331c)	DED4	ITED S	_					·		
		RTMENT OF REAU OF LAND I			SEP	23	2005	5. LEASE DESIGNA		SERIAL NO. 18 - 8/3/
APPLICATION					OR PI	UG	BAC	 		
a TYPE OF WORK	OIT OIT I		,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,,					na na		TOBE NAME
DRILL TYPE OF WELL	. X	DEEPEN		PLUG I	BACK			7. UNIT AGREEME	3	
OIL GA WELL WE	1 1	OTHER	ZONE	MULTIPLE Z	ONE	х		8. FARM OR LEAS n a		
NAME OF OPERATOR The Hous	ton Explora	tion Compar	ıy					9. WELL NO. Bonanza 6	-22-9-2	24
ADDRESS OF OPERATOR		2000 Housto	n TY 770		-,			10. FIELD OR LEA		
LOCATION OF WELL (Rep				<u> </u>				11. Sec., T., R., M.,		
	NL & 1969' F		out roquiomony					AND SURVEY OR		
At proposed prod. Zone	same a	as above						Sec. 22, T9		ŀΕ
4. DISTANCE IN MILES AN			OST OFFICE*		·····			12. COUNTY OR F		
43.65 miles	South of Ve		140 KUS 64 WOOD					Uintah	U	tah
5. DISTANCE FROM PROP INE , FT. (Also to nearest dri		REST PROP. OR LEASE	16. NO. OF ACRE	S IN LEASE			TO THIS W			
1842'			1,960					40		
6. DISTANCE FROM PROP TO NEAREST WELL, DRILLI DR APPLIED FOR, ON THIS	ING COMPLETED.	1,200'	19. PROPOSED I	7,050°		20.1	ROTARY C Rotai	R CABLE TOOLS		
21. ELEVATION (SHOW WH	ETHER DF. RT, GR,				-			22. APPROX. DAT Septemi		
		PROPOSED C	ASING AND C	EMENT PR	OGRAM					
SIZE OF HOLE	SIZE OF CASING			IG DEPTH				TY OF CEMENT		
11"	8 5/8"	36#	20	00'			779 s			
7 7/8"_	4 1/2"	11.6#	Т.	D.			600 s	ks		
10 poi Williar 290 S Verna	nt plan and m A Ryan	uests perm d 13 point p		ariii the	e subj	ec. ·	weii.	riedse in	iiu tiie	e attache
IN ABOVE SPACE DESCRI	BE PROPOSED PRO	GRAM: If proposed in to G	leepen or plug back	, give data on p	roposed pro	ductive 2	cone and pi	roposed new		
productive zone. If proposal blowout preventer program, i 24	is to drill or deepen dir	ectional, give pertinent de	ata on subsurface lo	cation and meas	sure and true	e vertica	I depths. G	Sive		
SIGNATURE	William A.	Ryan	TITLE _	Agent ———			······································	_DATE	9.2	2.05
(This space for Fe	deral of State Office u	se) /								

*See Instructions on Reverse Side

TITLE

APPROVAL DATE

Title 18 U. S. C. Section 1001, makes it a crime for any person knowingly and willfully to make to any department or agency of the United States any false, fictitious or fraudulent statements or representations as to any matter within its jurisdiction.

PERMIT NO.

APPROVED BY CONDITIONS OF APPROVAL, IF ANY:

DATE



UNITED STATES DEPARTMENT OF THE INTERIOR BUREAU OF LAND MANAGEMENT

VERNAL FIELD OFFICE VERNAL, UT 84078

(435) 781-4400



CONDITIONS OF APPROVAL FOR APPLICATION FOR PERMIT TO DRILL

Company:

Enduring Resources, LLC

Location:

SENW, Sec. 22, T9S, R24E

Well No: API No:

Bonanza 9-24-22-22

43-047-37184

Lease No:

UTU-81311

Agreement:

N/A

Title	Name	Office Phone Number	Cell Phone Number
Petroleum Engineer:	Michael Lee	(435) 781-4432	(435) 828-7875
Petroleum Engineer:	Ryan Angus	(435) 781-4430	(435) 828-7368
Supervisory Petroleum Technician:	Jamie Sparger	(435) 781-4502	(435) 828-3913
Supervisory NRS:	Karl Wright	(435) 781-4484	
NRS/Enviro Scientist:	Christine Cimiluca	(435) 781-4475	
NRS/Enviro Scientist:	Dan Emmett	(435) 781-3414	(435) 828-4029
NRS/Enviro Scientist:	Anna Figueroa	(435) 781-3407	(435) 828-3548
NRS/Enviro Scientist:	Lori Ford	(435) 781-4406	
NRS/Enviro Scientist:	David Gordon	(435) 781-4424	
NRS/Enviro Scientist:	James Hereford	(435) 781-3412	(435) 828-3546
NRS/Enviro Scientist:	Chuck Macdonald	(435) 781-4441	(435) 828-7481
NRS/Enviro Scientist:	Nathan Packer	(435) 781-3405	(435) 828-3545
NRS/Enviro Scientist:	Paul Percival	(435) 781-4493	(435) 828-7381
NRS/Enviro Scientist:	Verlyn Pindell	(435) 781-3402	(435) 828-3547
NRS/Enviro Scientist:	Holly Villa	(435) 781-4404	(435) 828-3544
•	•	Eav. (425) 794 2420	

Fax: (435) 781-3420

A COPY OF THESE CONDITIONS SHALL BE FURNISHED TO YOUR FIELD REPRESENTATIVE TO INSURE COMPLIANCE

All lease and/or unit operations are to be conducted in such a manner that full compliance is made with the applicable laws, regulations (43 CFR Part 3160), and this approved Application for Permit to Drill including Surface and Downhole Conditions of Approval. The operator is considered fully responsible for the actions of his subcontractors. A copy of the approved APD must be on location during construction, drilling, and completion operations. This permit is approved for a two (2) year period, or until lease expiration, whichever occurs first. An additional extension, up to two (2) years, may be applied for by sundry notice prior to expiration.

NOTIFICATION REQUIREMENTS

Location Construction (Notify Environmental Scientist)	-	Forty-Eight (48) hours prior to construction of location and access roads.
Location Completion (Notify Environmental Scientist)	-	Prior to moving on the drilling rig.
Spud Notice (Notify Petroleum Engineer)	-	Twenty-Four (24) hours prior to spudding the well.
Casing String & Cementing (Notify Supv. Petroleum Tech.)	-	Twenty-Four (24) hours prior to running casing and cementing all casing strings.
BOP & Related Equipment Tests (Notify Supv. Petroleum Tech.)	-	Twenty-Four (24) hours prior to initiating pressure tests.
First Production Notice (Notify Petroleum Engineer)	-	Within Five (5) business days after new well begins or production resumes after well has been off production for more than ninety (90) days.

Page 2 of 7 Well: Bonanza 9-24-22-22

5/28/2009

SURFACE USE PROGRAM CONDITIONS OF APPROVAL (COAs)

- All new and replacement internal combustion gas field engines of less than or equal to 300 design-rated horsepower must not emit more than 2 gms of NO_x per horsepower-hour. This requirement does not apply to gas field engines of less than or equal to 40 design-rated horsepower.
- All and replacement internal combustion gas field engines of greater than 300 design rated horsepower must not emit more than 1.0 gms of NO_x per horsepower-hour.
- If there is an active Gilsonite mining operation within 2 miles of the well location, operator shall notify the Gilsonite operator at least 48 hours prior to any blasting during construction.
- If paleontological materials are uncovered during construction, the operator is to immediately stop work and contact the Authorized Officer (AO). A determination will be made by the AO as to what mitigation may be necessary for the discovered paleontologic material before construction can continue.

CONDITIONS OF APPROVAL (COA)
Bonanza 6-22-9-24 (Houston Co.) or Bonanza 9-24-22-22 (Enduring Res.)

- This proposed well is located within the West Bonanza Area Natural Gas Well Development EA
 Project. Adhere to applicable COA's approved in the FONSI and Record of Decision for this EA
 that are listed below.
 - Noxious Weeds:
 - Power-wash all construction equipment before commencing construction activities.
 - On a weekly basis, power-wash all vehicles that will travel between WBA and outside areas that are infested with noxious weed species.
 - The operator will be responsible for treatment and control of invasive and noxious weeds. <u>Prior to any treatment on BLM administered lands, a Pesticide</u> Use Proposal will be submitted to the Vernal Field <u>Office for approval</u>.
 - 2. Limit use of roads by truck and heavy equipment during periods when the roads are muddy, to the extent possible.
 - 3. Access roads shall be constructed to meet BLM standard.
 The roads shall be crowned and ditched, with a running surface of 18 ft.
 - 4. Interim Reclamation: All portions of the well pads and ROWS not utilized for the operation phase of the project will be re-seeded. Post construction seeding applications will continue until determined successful by the BLM.

Page 3 of 7 Well: Bonanza 9-24-22-22

5/28/2009

 During interim reclamation of the surface, the following seed mixture will be used PLS (Pure Live Seed) formula.

galleta grass (Hilaria jamesii)	3 lbs/acre
forage kochia (Kochia prostra)	2 lbs/acre
Indian rice grass (Achnatherum hymenoides)	3 lbs/acre
hycrest crested wheatgrass	
(Agropyron cristayum/Agropyron desertorum hybrid)	2 lbs/acre

Rates are set for drill seeding; double the rate if broadcasting.

- Reseeding may be required if initial seeding is not successful
- Line the reserve pit with 16 mil liner and felt. And move topsoil away from drainage.
- Restrictions for placement of surface pipelines:
 - a) Surface pipelines will be placed 5-10 feet outside of the borrow area.
 - b) Surface pipelines will be placed in such a way that they will not wander into the borrow area.
 - c) Pipelines will be buried at all major road and drainage crossings.
- Paint all facilities covert green or covert green within six months of installation, except those facilities which are required to comply with the Occupational Safety and Health Act (OSHA).

Page 4 of 7 Well: Bonanza 9-24-22-22

5/28/2009

DOWNHOLE PROGRAM CONDITIONS OF APPROVAL (COAs)

SITE SPECIFIC DOWNHOLE COAs:

None.

All provisions outlined in Onshore Oil & Gas Order #2 Drilling Operations shall be strictly adhered to. The following items are emphasized:

DRILLING/COMPLETION/PRODUCING OPERATING STANDARDS

- The spud date and time shall be reported orally to Vernal Field Office within 24 hours of spudding.
- Notify Vernal Field Office Supervisory Petroleum Engineering Technician at least 24 hours in advance of casing cementing operations and BOPE & casing pressure tests.
- All requirements listed in Onshore Order #2 III. E. Special Drilling Operations are applicable for air drilling of surface hole.
- Blowout prevention equipment (BOPE) shall remain in use until the well is completed or abandoned. Closing unit controls shall remain unobstructed and readily accessible at all times. Choke manifolds shall be located outside of the rig substructure.
- All BOPE components shall be inspected daily and those inspections shall be recorded in the
 daily drilling report. Components shall be operated and tested as required by Onshore Oil &
 Gas Order No. 2 to insure good mechanical working order. All BOPE pressure tests shall be
 performed by a test pump with a chart recorder and NOT by the rig pumps. Test shall be
 reported in the driller's log.
- BOP drills shall be initially conducted by each drilling crew within 24 hours of drilling out from under the surface casing and weekly thereafter as specified in Onshore Oil & Gas Order No. 2.
- Casing pressure tests are required before drilling out from under all casing strings set and cemented in place.
- No aggressive/fresh hard-banded drill pipe shall be used within casing.
- Cement baskets shall not be run on surface casing.
- The operator must report all shows of water or water-bearing sands to the BLM. If flowing water
 is encountered it must be sampled, analyzed, and a copy of the analyses submitted to the BLM
 Vernal Field Office.
- The operator must report encounters of all non oil & gas mineral resources (such as Gilsonite, tar sands, oil shale, trona, etc.) to the Vernal Field Office, in writing, within 5 working days of each encounter. Each report shall include the well name/number, well location, date and depth (from KB or GL) of encounter, vertical footage of the encounter and, the name of the person

Page 5 of 7 Well: Bonanza 9-24-22-22 5/28/2009

making the report (along with a telephone number) should the BLM need to obtain additional information.

- A complete set of angular deviation and directional surveys of a directional well will be submitted to the Vernal BLM office engineer within 30 days of the completion of the well.
- While actively drilling, chronologic drilling progress reports shall be filed directly with the BLM,
 Vernal Field Office on a weekly basis in sundry, letter format or e-mail to the Petroleum
 Engineers until the well is completed.
- A cement bond log (CBL) will be run from the production casing shoe to the top of cement and shall be utilized to determine the bond quality for the production casing. Submit a field copy of the CBL to this office.
- Please submit an electronic copy of all other logs run on this well in LAS format to UT_VN_Welllogs@BLM.gov. This submission will supersede the requirement for submittal of paper logs to the BLM.
- There shall be no deviation from the proposed drilling, completion, and/or workover program as approved. Safe drilling and operating practices must be observed. Any changes in operation must have prior approval from the BLM Vernal Field Office.

Page 6 of 7 Well: Bonanza 9-24-22-22

5/28/2009

OPERATING REQUIREMENT REMINDERS:

 All wells, whether drilling, producing, suspended, or abandoned, shall be identified in accordance with 43 CFR 3162.6. There shall be a sign or marker with the name of the operator, lease serial number, well number, and surveyed description of the well.

- In accordance with 43 CFR 3162.4-3, this well shall be reported on the "Monthly Report of Operations" (Oil and Gas Operations Report ((OGOR)) starting with the month in which operations commence and continue each month until the well is physically plugged and abandoned. This report shall be filed in duplicate, directly with the Minerals Management Service, P.O. Box 17110, Denver, Colorado 80217-0110, or call 1-800-525-7922 (303) 231-3650 for reporting information.
- Should the well be successfully completed for production, the BLM Vernal Field office must be
 notified when it is placed in a producing status. Such notification will be by written
 communication and must be received in this office by not later than the fifth business day
 following the date on which the well is placed on production. The notification shall provide, as a
 minimum, the following informational items:
 - Operator name, address, and telephone number.
 - Well name and number.
 - Well location (¼¼, Sec., Twn, Rng, and P.M.).
 - Date well was placed in a producing status (date of first production for which royalty will be paid).
 - The nature of the well's production, (i.e., crude oil, or crude oil and casing head gas, or natural gas and entrained liquid hydrocarbons).
 - The Federal or Indian lease prefix and number on which the well is located; otherwise the non-Federal or non-Indian land category, i.e., State or private.
 - o Unit agreement and/or participating area name and number, if applicable.
 - o Communitization agreement number, if applicable.
- Any venting or flaring of gas shall be done in accordance with Notice to Lessees (NTL) 4A and needs prior approval from the BLM Vernal Field Office.
- All undesirable events (fires, accidents, blowouts, spills, discharges) as specified in NTL 3A will be reported to the BLM, Vernal Field Office. Major events, as defined in NTL3A, shall be reported verbally within 24 hours, followed by a written report within 15 days. "Other than Major Events" will be reported in writing within 15 days. "Minor Events" will be reported on the Monthly Report of Operations and Production.
- Whether the well is completed as a dry hole or as a producer, "Well Completion and Recompletion Report and Log" (BLM Form 3160-4) shall be submitted not later than 30 days after completion of the well or after completion of operations being performed, in accordance with 43 CFR 3162.4-1. Two copies of all logs run, core descriptions, and all other surveys or

Page 7 of 7 Well: Bonanza 9-24-22-22

5/28/2009

data obtained and compiled during the drilling, workover, and/or completion operations, shall be filed on BLM Form 3160-4. Submit with the well completion report a geologic report including, at a minimum, formation tops, and a summary and conclusions. Also include deviation surveys, sample descriptions, strip logs, core data, drill stem test data, and results of production tests if performed. Samples (cuttings, fluid, and/or gas) shall be submitted only when requested by the BLM, Vernal Field Office.

- All off-lease storage, off-lease measurement, or commingling on-lease or off-lease, shall have prior written approval from the BLM Vernal Field Office.
- Oil and gas meters shall be calibrated in place prior to any deliveries. The BLM Vernal Field
 Office Petroleum Engineers will be provided with a date and time for the initial meter calibration
 and all future meter proving schedules. A copy of the meter calibration reports shall be
 submitted to the BLM Vernal Field Office. All measurement facilities will conform to the API
 standards for liquid hydrocarbons and the AGA standards for natural gas measurement. All
 measurement points shall be identified as the point of sale or allocation for royalty purposes.
- A schematic facilities diagram as required by Onshore Oil & Gas Order No. 3 shall be submitted
 to the BLM Vernal Field Office within 30 days of installation or first production, whichever occurs
 first. All site security regulations as specified in Onshore Oil & Gas Order No. 3 shall be
 adhered to. All product lines entering and leaving hydrocarbon storage tanks will be effectively
 sealed in accordance with Onshore Oil & Gas Order No. 3.
- Any additional construction, reconstruction, or alterations of facilities, including roads, gathering lines, batteries, etc., which will result in the disturbance of new ground, shall require the filing of a suitable plan and need prior approval of the BLM Vernal Field Office. Emergency approval may be obtained orally, but such approval does not waive the written report requirement.
- No location shall be constructed or moved, no well shall be plugged, and no drilling or workover
 equipment shall be removed from a well to be placed in a suspended status without prior
 approval of the BLM Vernal Field Office. If operations are to be suspended for more than 30
 days, prior approval of the BLM Vernal Field Office shall be obtained and notification given
 before resumption of operations.
- Pursuant to Onshore Oil & Gas Order No. 7, this is authorization for pit disposal of water produced from this well for a period of 90 days from the date of initial production. A permanent disposal method must be approved by this office and in operation prior to the end of this 90-day period. In order to meet this deadline, an application for the proposed permanent disposal method shall be submitted along with any necessary water analyses, as soon as possible, but no later than 45 days after the date of first production. Any method of disposal which has not been approved prior to the end of the authorized 90-day period will be considered as an Incident of Noncompliance and will be grounds for issuing a shut-in order until an acceptable manner for disposing of said water is provided and approved by this office.
- Unless the plugging is to take place immediately upon receipt of oral approval, the Field Office
 Petroleum Engineers must be notified at least 24 hours in advance of the plugging of the well, in
 order that a representative may witness plugging operations. If a well is suspended or
 abandoned, all pits must be fenced immediately until they are backfilled. The "Subsequent
 Report of Abandonment" (Form BLM 3160-5) must be submitted within 30 days after the actual
 plugging of the well bore, showing location of plugs, amount of cement in each, and amount of
 casing left in hole, and the current status of the surface restoration.

	STATE OF UTAH DEPARTMENT OF NATURAL RESOUR			FORM 9				
		5.LEASE DESIGNATION AND SERIAL NUMBER UTU-75118						
SUNDI	6. IF I	6. IF INDIAN, ALLOTTEE OR TRIBE NAME:						
	sals to drill new wells, significantly deepo gged wells, or to drill horizontal laterals			7.UNI1	or CA AGREEMENT NAME:			
1. TYPE OF WELL Gas Well					L NAME and NUMBER: NZA 9-24-22-22			
2. NAME OF OPERATOR: Enduring Resources, LLC					NUMBER: 7371840000			
3. ADDRESS OF OPERATOR: 475 17th Street, Suite 1500,	Denver, CO, 80202 30		HONE NUMBER: 5114 Ext		D and POOL or WILDCAT: SIGNATED			
4. LOCATION OF WELL FOOTAGES AT SURFACE: 1842 FNL 1969 FWL QTR/QTR, SECTION, TOWNSH:	IP, RANGE, MERIDIAN:			UINTA	AH			
1	Township: 09.0S Range: 24.0E Meridiar	n: S		STATE: UTAH				
11.	CK APPROPRIATE BOXES TO INDIC	ATE NA	ATURE OF NOTICE, REPOR	T, OR OT	HER DATA			
TYPE OF SUBMISSION			TYPE OF ACTION					
✓ NOTICE OF INTENT	☐ ACIDIZE		ALTER CASING		CASING REPAIR			
Approximate date work will start: 9/30/2009	☐ CHANGE TO PREVIOUS PLANS☐ CHANGE WELL STATUS		CHANGE TUBING COMMINGLE PRODUCING FORMATION		CHANGE WELL NAME CONVERT WELL TYPE			
SUBSEQUENT REPORT	DEEPEN		FRACTURE TREAT	. .	NEW CONSTRUCTION			
Date of Work Completion:	OPERATOR CHANGE	☐ F	PLUG AND ABANDON		PLUG BACK			
SPUD REPORT	PRODUCTION START OR RESUME		RECLAMATION OF WELL SITE		RECOMPLETE DIFFERENT FORMATION			
Date of Spud:	REPERFORATE CURRENT FORMATION TUBING REPAIR	_	SIDETRACK TO REPAIR WELL		TEMPORARY ABANDON WATER DISPOSAL			
☐ DRILLING REPORT	WATER SHUTOFF	_	SI TA STATUS EXTENSION	✓	APD EXTENSION			
Report Date:	☐ WILDCAT WELL DETERMINATION		OTHER	ОТН	HER:			
	DMPLETED OPERATIONS. Clearly show all p			s, volumes,	etc.			
Keqi	uest an one-year extension t	O APL) term.		Approved by the			
					Utah Division of			
				OI	l, Gas and Mining			
				Date:_	September 30, 2009			
			By: <u>}</u>	~00 cylll				
				7.5				
NAME (PLEASE PRINT) Alvin Arlian	PHONE NUMBE 303 350-5114	ER	TITLE Landman-Regulatory					
SIGNATURE N/A			DATE 9/29/2009					



The Utah Division of Oil, Gas, and Mining

- State of Utah
- Department of Natural Resources

Electronic Permitting System - Sundry Notices

Request for Permit Extension Validation Well Number 43047371840000

API: 43047371840000

Well Name: BONANZA 9-24-22-22

Location: 1842 FNL 1969 FWL QTR SENW SEC 22 TWNP 090S RNG 240E MER S

Company Permit Issued to: ENDURING RESOURCES, LLC

Date Original Permit Issued: 9/27/2005

The undersigned as owner with legal rights to drill on the property as permitted above, hereby verifies that the information as submitted in the previously approved application to drill, remains valid and does not require revision. Following is a checklist of some items related to the application, which should be verified.

 If located on private land, has the ownership changed, if so, has the surface agreement been
updated? (Yes (No
 Have any wells been drilled in the vicinity of the proposed well which would affect the spacing or siting requirements for this location? Yes No
 Has there been any unit or other agreements put in place that could affect the permitting or operation of this proposed well? Yes No
 Have there been any changes to the access route including ownership, or rightof- way, which could affect the proposed location? Yes No
• Has the approved source of water for drilling changed? 🔘 Yes 📵 No
 Have there been any physical changes to the surface location or access route which will require a change in plans from what was discussed at the onsite evaluation? Yes No
• Is bonding still in place, which covers this proposed well?

Signature: Alvin Arlian **Date:** 9/29/2009

Title: Landman-Regulatory Representing: ENDURING RESOURCES, LLC Date: September 30, 2009

By:

Oil, Gas and Mining



State of Utah

DEPARTMENT OF NATURAL RESOURCES

MICHAEL R. STYLER
Executive Director

Division of Oil, Gas and Mining

JOHN R. BAZA
Division Director

October 28, 2009

Al Arlian Enduring Resources, LLC 475 17TH Street Ste 1500 Denver, CO 80202

Re:

APD Rescinded - Bonanza 9-24-22-22, Sec. 22, T.9S, R. 24E

Uintah County, Utah API No. 43-047-37184

Dear Mr. Arlian:

The Application for Permit to Drill (APD) for the subject well was approved by the Division of Oil, Gas and Mining (Division) on September 27, 2005. On September 27, 2006, September 27, 2007 and September 39, 2008 the Division granted a one-year APD extension. On October 27, 2009 the Division received a letter from the BLM stating this APD is being rescinded due to lease number UTU-81311 expired by its own terms and conditions effective August 31, 2009. No drilling activity at this location has been reported to the division. Therefore, approval to drill the well is hereby rescinded, effective October 28, 2009.

If any previously unreported operations have been performed on this well location, it is imperative that you notify the Division immediately.

Sincerely,

Diàna Mason

Environmental Scientist

cc:

Well File

Bureau of Land Management, Vernal



United States Department of the Interior



BUREAU OF LAND MANAGEMENT
Green River District
Vernal Field Office
170 South 500 East
Vernal, UT 84078
(435) 781-4400 Fax: (435) 781-4410
http://www.blm.gov/ut/st/en/fo/vernal.html



IN REPLY REFER TO 3160 UTG011

October 7, 2009

43-047-37184

Alvin R. (Al) Arlian Enduring Resources, LLC 475 17th Street, Suite 1500 Denver, CO 80202

Re:

Notice of APD/Lease Expiration Well No. Bonanza 9-24-22-22 SENW, Sec. 22, T9S, R24E Uintah County, Utah Lease No. UTU-81311

Dear Mr. Arlian:

The Application for Permit to Drill for the above-referenced well was approved on June 15, 2009. According to our records, Federal Lease UTU-81311 has expired by its own terms and conditions, effective August 31, 2009, and the case was closed at the BLM Utah State Office on September 21, 2009. In view of the foregoing, this office is notifying you that the approval of the referenced application and lease has expired.

This office requires a letter confirming that no surface disturbance has been made for this drill site. Any surface disturbance associated with the approved location of this well is to be rehabilitated. A schedule for this rehabilitation must be submitted to this office. Your cooperation in this matter is appreciated.

If you have any questions regarding this matter, please contact me at (435) 781-4455.

Sincerely,

Cindy Severson

Cindy Severson Land Law Examiner

cc: UDOGM

RECEIVED

OCT 27 2009

DIV. OF OIL, GAS & MINING